

CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 1128

Chapter 522, Laws of 2007

(partial veto)

60th Legislature
2007 Regular Session

FISCAL MATTERS

EFFECTIVE DATE: 05/15/07

Passed by the House April 22, 2007
Yeas 60 Nays 36

FRANK CHOPP

Speaker of the House of Representatives

Passed by the Senate April 22, 2007
Yeas 31 Nays 17

BRAD OWEN

President of the Senate

Approved May 15, 2007, 3:39 p.m., with the exception of vetoed sections 113 (9); 127(14); 127(29); 129(11); 141(1); 214(13); 222, page 105, line 12; 307 (23); 307(24); 307(30); 402, page 147, line 33; 949; 1608(4) and (5); and 1621 (4) which are vetoed.

CHRISTINE GREGOIRE

Governor of the State of Washington

CERTIFICATE

I, Richard Nafziger, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 1128** as passed by the House of Representatives and the Senate on the dates hereon set forth.

RICHARD NAFZIGER

Chief Clerk

FILED

May 16, 2007

**Secretary of State
State of Washington**

SUBSTITUTE HOUSE BILL 1128

AS RECOMMENDED BY THE CONFERENCE COMMITTEE

Passed Legislature - 2007 Regular Session

State of Washington 60th Legislature 2007 Regular Session

By House Committee on Appropriations (originally sponsored by Representative Sommers; by request of Governor Gregoire)

READ FIRST TIME 03/23/07.

1 AN ACT Relating to fiscal matters; amending RCW 15.64.050,
2 28B.15.910, 41.05.065, 43.10.180, 43.60A.165, 46.09.170, 70.105D.070,
3 70.146.080, 74.08A.340, and 79.64.040; reenacting and amending RCW
4 43.08.250 and 70.146.030; amending 2006 c 372 ss 108, 111, 112, 114,
5 118, 122, 124, 126, 127, 128, 129, 135, 137, 138, 147, 150, 152, 154,
6 201, 202, 203, 204, 205, 206, 207, 208, 209, 210, 211, 212, 213, 214,
7 216, 217, 219, 221, 222, 225, 302, 303, 306, 307, 308, 309, 402, 501,
8 502, 504, 505, 506, 507, 509, 510, 511, 512, 513, 514, 515, 516, 518,
9 603, 604, 606, 616, 701, 703, 704, 705, 706, 707, 708, 712, 715, 801,
10 802, 803, 804, and 805 (uncodified); amending 2005 c 518 ss 707 and 729
11 (uncodified); adding a new section to chapter 28A.630 RCW; adding a new
12 section to 2006 c 372 (uncodified); adding new sections to 2005 c 518
13 (uncodified); creating new sections; making appropriations; providing
14 expiration dates; and declaring an emergency.

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

16 NEW SECTION. **Sec. 1.** (1) A budget is hereby adopted and, subject
17 to the provisions set forth in the following sections, the several
18 amounts specified in parts I through IX of this act, or so much thereof
19 as shall be sufficient to accomplish the purposes designated, are

1 hereby appropriated and authorized to be incurred for salaries, wages,
2 and other expenses of the agencies and offices of the state and for
3 other specified purposes for the fiscal biennium beginning July 1,
4 2007, and ending June 30, 2009, except as otherwise provided, out of
5 the several funds of the state hereinafter named.

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

8 (a) "Fiscal year 2008" or "FY 2008" means the fiscal year ending
9 June 30, 2008.

10 (b) "Fiscal year 2009" or "FY 2009" means the fiscal year ending
11 June 30, 2009.

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

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

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

20 **PART I**
21 **GENERAL GOVERNMENT**

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

23	General Fund--State Appropriation (FY 2008)	\$34,522,000
24	General Fund--State Appropriation (FY 2009)	\$35,598,000
25	Pension Funding Stabilization Account	
26	Appropriation	\$560,000
27	TOTAL APPROPRIATION	\$70,680,000

28 The appropriations in this section are subject to the following
29 conditions and limitations: \$56,000 of the general fund--state
30 appropriation for fiscal year 2008 is provided solely to implement
31 Senate Bill No. 5926 (construction industry). If the bill is not
32 enacted by June 30, 2007, the amount provided in this subsection shall
33 lapse.

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

35	General Fund--State Appropriation (FY 2008)	\$26,483,000
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1	General Fund--State Appropriation (FY 2009)	\$29,196,000
2	Pension Funding Stabilization Account	
3	Appropriation	\$467,000
4	TOTAL APPROPRIATION	\$56,146,000

5 The appropriations in this section are subject to the following
6 conditions and limitations: \$56,000 of the general fund--state
7 appropriation for fiscal year 2008 is provided solely to implement
8 Senate Bill No. 5926 (construction industry). If the bill is not
9 enacted by June 30, 2007, the amount provided in this subsection shall
10 lapse.

11 NEW SECTION. **Sec. 103. FOR THE JOINT LEGISLATIVE AUDIT AND REVIEW**
12 **COMMITTEE**

13	General Fund--State Appropriation (FY 2008)	\$3,377,000
14	General Fund--State Appropriation (FY 2009)	\$3,155,000
15	Pension Funding Stabilization Account	
16	Appropriation	\$36,000
17	TOTAL APPROPRIATION	\$6,568,000

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

20 (1) Notwithstanding the provisions in this section, the committee
21 may adjust the due dates for projects included on the committee's
22 2007-09 work plan as necessary to efficiently manage workload.

23 (2) \$100,000 of the general fund--state appropriation for fiscal
24 year 2008 is provided solely for the joint legislative audit and review
25 committee to conduct a review of the method used to determine lease
26 rates for state-owned aquatic lands. The review shall include
27 classification of current lease base and lease rates by category of use
28 such as marinas; a review of previous studies of formulas for
29 state-owned aquatic land leases; and identification of pros and cons of
30 alternative approaches to calculating aquatic lands lease rates. The
31 committee shall complete the review by June 2008.

32 (3) \$100,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$50,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely for the joint legislative audit
35 and review committee to conduct an evaluation and comparison of the
36 cost efficiency of rental housing voucher programs versus other housing
37 projects intended to assist low-income households, including

1 construction and rehabilitation of housing units. The study will
2 consider factors including administrative costs, capital costs, and
3 other operating costs involved in operating voucher and other housing
4 programs. The study will compare the number of households that can be
5 served by voucher and other housing programs, given a set amount of
6 available funds. The department of community, trade, and economic
7 development, the housing finance commission, housing authorities,
8 community action agencies, and local governments shall provide the
9 joint legislative audit and review committee with information necessary
10 for the study. The joint legislative audit and review committee shall
11 solicit input regarding the study from interested parties, including
12 representatives from the affordable housing advisory board, the
13 department of community, trade, and economic development, the housing
14 finance commission, representatives from the private rental housing
15 industry, housing authorities, community action agencies, county and
16 city governments, and nonprofit and for-profit housing developers. The
17 joint legislative audit and review committee shall present the results
18 of the study to the legislature by December 31, 2008.

19 (4) \$100,000 of the general fund--state appropriation for fiscal
20 year 2008 is provided solely for a cost analysis of the programs and
21 activities administered by the department of fish and wildlife. In
22 conducting the study, the committee shall specifically identify the
23 total costs that support both hunting and fishing programs as well as
24 nongame programs, including appropriate shares of the agency's
25 administrative and indirect costs. The committee shall compare the
26 cost analysis to revenues that currently support the programs,
27 including the level of support received from game licenses and fees.
28 The committee shall base its analysis on available management
29 information and shall provide the results of its analysis to the
30 legislature by January 2008.

31 (5) \$164,000 of the general fund--state appropriation for fiscal
32 year 2008 is provided solely for the joint legislative audit and review
33 committee to analyze gaps throughout the state in the availability and
34 accessibility of services identified in the federal adoption and safe
35 families act as directed by Substitute House Bill No. 1333 (child
36 welfare). If the bill is not enacted by June 30, 2007, the amount
37 provided in this subsection shall lapse.

1 (6) Within the amounts appropriated in this section, the joint
2 legislative audit and review committee shall conduct an analysis of the
3 qualifications required to become a social worker I, II, III, or IV
4 within the department of social and health services children's
5 administration. The committee shall conduct an analysis of the
6 qualifications used by other states for equivalent categories of social
7 workers. The committee shall analyze the strengths and weaknesses of
8 Washington's qualifications relative to the other states. The findings
9 shall be reported to the legislature by December 1, 2007.

10 (7) Within amounts provided in this section, the committee shall
11 conduct a review of the eligibility requirements and eligibility review
12 processes that apply to any state program that offers individual health
13 care coverage for qualified recipients.

14 (8) \$75,000 of the general fund--state appropriation for fiscal
15 year 2009 is provided solely for implementation of Engrossed Substitute
16 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not
17 enacted by June 30, 2007, the amount provided in this subsection shall
18 lapse.

19 (9) \$75,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$25,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely to implement Second Substitute
22 House Bill No. 1488 (oil spill program). If the bill is not enacted by
23 June 30, 2007, the amounts provided in this subsection shall lapse.

24 (10) Within the amounts provided in this section, the committee
25 shall review the constitutional, case law, and statutory objectives and
26 obligations of the department of natural resources' management of
27 state-owned aquatic lands. The review will include an assessment of
28 the degree to which the management practices of the department and
29 other agencies are meeting these objectives and complying with legal
30 obligations.

31 **NEW SECTION. Sec. 104. FOR THE LEGISLATIVE EVALUATION AND**
32 **ACCOUNTABILITY PROGRAM COMMITTEE**

33	General Fund--State Appropriation (FY 2008)	\$1,843,000
34	General Fund--State Appropriation (FY 2009)	\$2,068,000
35	Pension Funding Stabilization Account	
36	Appropriation	\$41,000
37	TOTAL APPROPRIATION	\$3,952,000

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

2 Department of Retirement Systems Expense Account--

3 State Appropriation \$3,517,000

4 NEW SECTION. **Sec. 106. FOR THE JOINT LEGISLATIVE SYSTEMS**
5 **COMMITTEE**

6 General Fund--State Appropriation (FY 2008) \$9,023,000

7 General Fund--State Appropriation (FY 2009) \$9,198,000

8 Pension Funding Stabilization Account

9 Appropriation \$92,000

10 TOTAL APPROPRIATION \$18,313,000

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

12 General Fund--State Appropriation (FY 2008) \$4,810,000

13 General Fund--State Appropriation (FY 2009) \$5,301,000

14 Pension Funding Stabilization Account

15 Appropriation \$75,000

16 TOTAL APPROPRIATION \$10,186,000

17 NEW SECTION. **Sec. 108. LEGISLATIVE AGENCIES.** In order to achieve
18 operating efficiencies within the financial resources available to the
19 legislative branch, the executive rules committee of the house of
20 representatives and the facilities and operations committee of the
21 senate by joint action may transfer funds among the house of
22 representatives, senate, joint legislative audit and review committee,
23 legislative evaluation and accountability program committee,
24 legislative transportation committee, office of the state actuary,
25 joint legislative systems committee, and statute law committee.

26 NEW SECTION. **Sec. 109. FOR THE SUPREME COURT**

27 General Fund--State Appropriation (FY 2008) \$7,255,000

28 General Fund--State Appropriation (FY 2009) \$7,510,000

29 TOTAL APPROPRIATION \$14,765,000

30 The appropriations in this section are subject to the following
31 conditions and limitations: \$150,000 of the general fund--state
32 appropriation for fiscal year 2008 and \$55,000 of the general fund--
33 state appropriation for fiscal year 2009 are provided solely to
34 implement the task force on domestic violence as requested by section

1 306 of Second Substitute Senate Bill No. 5470 (dissolution
2 proceedings). If the bill is not enacted by June 30, 2007, the amounts
3 provided in this subsection shall lapse.

4 NEW SECTION. **Sec. 110. FOR THE LAW LIBRARY**

5	General Fund--State Appropriation (FY 2008)	\$2,231,000
6	General Fund--State Appropriation (FY 2009)	\$2,259,000
7	TOTAL APPROPRIATION	\$4,490,000

8 NEW SECTION. **Sec. 111. FOR THE COURT OF APPEALS**

9	General Fund--State Appropriation (FY 2008)	\$15,779,000
10	General Fund--State Appropriation (FY 2009)	\$16,819,000
11	TOTAL APPROPRIATION	\$32,598,000

12 The appropriations in this section are subject to the following
13 conditions and limitations: \$100,000 of the general fund--state
14 appropriation for fiscal year 2008 and \$100,000 of the general fund--
15 state appropriation for fiscal year 2009 are provided solely for
16 chapter 34, Laws of 2007 (Senate Bill No. 5351, court of appeals
17 judges' travel).

18 NEW SECTION. **Sec. 112. FOR THE COMMISSION ON JUDICIAL CONDUCT**

19	General Fund--State Appropriation (FY 2008)	\$1,117,000
20	General Fund--State Appropriation (FY 2009)	\$1,148,000
21	TOTAL APPROPRIATION	\$2,265,000

22 *NEW SECTION. **Sec. 113. FOR THE ADMINISTRATOR FOR THE COURTS**

23	General Fund--State Appropriation (FY 2008)	\$29,011,000
24	General Fund--State Appropriation (FY 2009)	\$30,148,000
25	Public Safety and Education Account--State	
26	Appropriation (FY 2008)	\$24,071,000
27	Public Safety and Education Account--State	
28	Appropriation (FY 2009)	\$24,223,000
29	Equal Justice Subaccount of the Public Safety and	
30	Education Account--State Appropriation (FY 2008) . . .	\$3,175,000
31	Equal Justice Subaccount of the Public Safety and	
32	Education Account--State Appropriation (FY 2009) . . .	\$3,175,000
33	Judicial Information Systems Account--State	
34	Appropriation	\$39,437,000

1 TOTAL APPROPRIATION \$153,240,000

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

4 (1) \$3,900,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$3,900,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for court-appointed special
7 advocates in dependency matters. The administrator for the courts,
8 after consulting with the association of juvenile court administrators
9 and the association of court-appointed special advocate/guardian ad
10 litem programs, shall distribute the funds to volunteer court-appointed
11 special advocate/guardian ad litem programs. The distribution of
12 funding shall be based on the number of children who need volunteer
13 court-appointed special advocate representation and shall be equally
14 accessible to all volunteer court-appointed special advocate/guardian
15 ad litem programs. The administrator for the courts shall not retain
16 more than six percent of total funding to cover administrative or any
17 other agency costs. Funding distributed in this subsection shall not
18 be used to supplant existing local funding for the court-appointed
19 special advocates program.

20 (2) \$300,000 of the general fund--state appropriation for fiscal
21 year 2008, \$300,000 of the general fund--state appropriation for fiscal
22 year 2009, \$1,500,000 of the public safety and education account--state
23 appropriation for fiscal year 2008, and \$1,500,000 of the public safety
24 and education account--state appropriation for fiscal year 2009 are
25 provided solely for school districts for petitions to juvenile court
26 for truant students as provided in RCW 28A.225.030 and 28A.225.035.
27 The office of the administrator for the courts shall develop an
28 interagency agreement with the superintendent of public instruction to
29 allocate the funding provided in this subsection. Allocation of this
30 money to school districts shall be based on the number of petitions
31 filed. This funding includes amounts school districts may expend on
32 the cost of serving petitions filed under RCW 28A.225.030 by certified
33 mail or by personal service or for the performance of service of
34 process for any hearing associated with RCW 28A.225.030.

35 (3)(a) \$1,640,000 of the general fund--state appropriation for
36 fiscal year 2008, \$1,641,000 of the general fund--state appropriation
37 for fiscal year 2009, \$6,612,000 of the public safety and education
38 account--state appropriation for fiscal year 2008, and \$6,612,000 of

1 the public safety and education account--state appropriation for fiscal
2 year 2009 are provided solely for distribution to county juvenile court
3 administrators to fund the costs of processing truancy, children in
4 need of services, and at-risk youth petitions. The administrator for
5 the courts, in conjunction with the juvenile court administrators,
6 shall develop an equitable funding distribution formula. The formula
7 shall neither reward counties with higher than average per-petition
8 processing costs nor shall it penalize counties with lower than average
9 per-petition processing costs.

10 (b) Each fiscal year during the 2007-09 fiscal biennium, each
11 county shall report the number of petitions processed and the total
12 actual costs of processing truancy, children in need of services, and
13 at-risk youth petitions. Counties shall submit the reports to the
14 administrator for the courts no later than 45 days after the end of the
15 fiscal year. The administrator for the courts shall electronically
16 transmit this information to the chairs and ranking minority members of
17 the house of representatives appropriations committee and the senate
18 ways and means committee no later than 60 days after a fiscal year
19 ends. These reports are deemed informational in nature and are not for
20 the purpose of distributing funds.

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

26 (5) \$325,000 of the general fund--state appropriation for fiscal
27 year 2008 is provided solely for the completion of the juror pay pilot
28 and research project.

29 (6) \$1,000,000 of the general fund--state appropriation for fiscal
30 year 2008 and \$1,000,000 of the general fund--state appropriation for
31 fiscal year 2009 are provided solely for improving interpreter services
32 at the trial court level.

33 (a) Of these amounts, \$340,000 for fiscal year 2008 is provided
34 solely to assist trial courts in developing and implementing language
35 assistance plans. The administrator of the courts, in consultation
36 with the interpreter commission, shall adopt language assistance plan
37 standards consistent with chapters 2.42 and 2.43 RCW. The standards
38 shall include guidelines on local community input, provisions on

1 notifying court users on the right and methods to obtain an
2 interpreter, information on training for judges and court personnel,
3 procedures for identifying and appointing an interpreter, access to
4 translations of commonly used forms, and processes to evaluate the
5 development and implementation of the plan.

6 (b) Of these amounts, \$610,000 for fiscal year 2008 and \$950,000
7 for fiscal year 2009 are provided solely to assist trial courts with
8 interpreter services. In order to be eligible for assistance, a trial
9 court must have completed a language assistance plan consistent with
10 the standards established in (a) of this subsection that is approved by
11 the administrator of the courts and submit the amounts spent annually
12 on interpreter services for fiscal years 2005, 2006, and 2007. The
13 funding in this subsection (b) shall not be used to supplant existing
14 funding and cannot be used for any purpose other than assisting trial
15 courts with interpreter services. At the end of the fiscal year,
16 recipients shall report to the administrator of the court the amount
17 the trial court spent on interpreter services.

18 (c) \$50,000 for fiscal year 2008 and \$50,000 for fiscal year 2009
19 are provided solely to the administrator of the courts for
20 administration of this subsection. By December 1, 2009, the
21 administrator of the courts shall report to the appropriate policy and
22 fiscal committees of the legislature: (i) The number of trial courts
23 in the state that have completed a language assistance plan; (ii) the
24 number of trial courts in the state that have not completed a language
25 assistance plan; (iii) the number of trial courts in the state that
26 received assistance under this subsection, the amount of the
27 assistance, and the amount each trial court spent on interpreter
28 services for fiscal years 2005 through 2008 and fiscal year 2009 to
29 date.

30 (7) \$443,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$543,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely for the implementation of Second
33 Substitute Senate Bill No. 5470 (dissolution proceedings). If the bill
34 is not enacted by June 30, 2007, the amounts provided in this
35 subsection shall lapse. Within the amounts provided:

36 (a) \$100,000 of the general fund--state appropriation for fiscal
37 year 2009 is provided solely for developing training materials for the
38 family court liaisons.

1 (b) \$43,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$43,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for reimbursement costs related to
4 the family law handbook;

5 (c) \$350,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$350,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely for distribution to counties to
8 provide guardian ad litem services for the indigent for a reduced or
9 waived fee;

10 (d) \$50,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$50,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely for implementing the data tracking
13 provisions specified in sections 701 and 702 of Second Substitute
14 Senate Bill No. 5470 (dissolution).

15 (8)(a) \$20,458,000 of the judicial information systems account--
16 state appropriation is provided solely for the development and
17 implementation of the core case management system. In expending the
18 funds provided within this subsection, the following conditions must
19 first be satisfied before any subsequent funds may be expended:

20 (i) Completion of feasibility studies detailing linkages between
21 the objectives of the core case management system and the following:
22 The technology efforts required and the impacts of the new investments
23 on existing infrastructure and business functions, including the
24 estimated fiscal impacts to the judicial information systems account
25 and the near general fund accounts; the alignment of critical system
26 requirements of varying size courts at the municipal, district, and
27 superior court level with their respective proposed business processes
28 resulting from business process engineering, and detail on the costs
29 and other impacts to the courts for providing critical business
30 requirements not addressed by new common business processes; the
31 specific requirements and business process needs of state agencies
32 dependent on data exchange with the judicial information system; and
33 the results from a proof of implementation phase; and

34 (ii) Discussion with and presentation to the department of
35 information systems and the information services board regarding the
36 impact on the state agencies dependent on successful data exchange with
37 the judicial information system and the results of the feasibility
38 studies.

1 (b) The judicial information systems committee shall provide
2 quarterly updates to the appropriate committees of the legislature and
3 the department of information systems on the status of implementation
4 of the core case management system.

5 (c) The legislature respectfully requests the judicial information
6 systems committee invite representatives from the state agencies
7 dependent on successful data exchange to their regular meetings for
8 consultation as nonvoting members.

9 **(9) Funding within this section is sufficient to cover costs**
10 **associated with implementation of Substitute House Bill No. 1141**
11 **(diversion records).**

12 (10) \$534,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$949,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for Substitute Senate Bill No.
15 5320 (public guardianship office). If the bill is not enacted by June
16 30, 2007, the amounts provided in this subsection shall lapse.

**Sec. 113 was partially vetoed. See message at end of chapter.*

17 **NEW SECTION. Sec. 114. FOR THE OFFICE OF PUBLIC DEFENSE**

18	General Fund--State Appropriation (FY 2008)	\$18,014,000
19	General Fund--State Appropriation (FY 2009)	\$18,016,000
20	Public Safety and Education Account--State	
21	Appropriation (FY 2008)	\$7,066,000
22	Public Safety and Education Account--State	
23	Appropriation (FY 2009)	\$7,025,000
24	Equal Justice Subaccount of the Public Safety and	
25	Education Account--State Appropriation (FY 2008) . . .	\$2,250,000
26	Equal Justice Subaccount of the Public Safety and	
27	Education Account--State Appropriation (FY 2009) . . .	\$2,251,000
28	TOTAL APPROPRIATION	\$54,622,000

29 The appropriations in this section are subject to the following
30 conditions and limitations: The amounts provided from the public
31 safety and education account appropriations include funding for expert
32 and investigative services in death penalty personal restraint
33 petitions.

34 **NEW SECTION. Sec. 115. FOR THE OFFICE OF CIVIL LEGAL AID**

35	General Fund--State Appropriation (FY 2008)	\$5,923,000
36	General Fund--State Appropriation (FY 2009)	\$7,009,000

1	Public Safety and Education Account--State	
2	Appropriation (FY 2008)	\$2,326,000
3	Public Safety and Education Account--State	
4	Appropriation (FY 2009)	\$2,378,000
5	Equal Justice Subaccount of the Public Safety and	
6	Education Account--State Appropriation (FY 2008)	\$927,000
7	Equal Justice Subaccount of the Public Safety and	
8	Education Account--State Appropriation (FY 2009)	\$927,000
9	Violence Reduction and Drug Enforcement Account--	
10	State Appropriation (FY 2008)	\$1,494,000
11	Violence Reduction and Drug Enforcement Account--	
12	State Appropriation (FY 2009)	\$1,493,000
13	TOTAL APPROPRIATION	\$22,477,000

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

16 (1) \$120,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$120,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely to continue support for the
19 existing agricultural dispute resolution system funded through the
20 office of civil legal aid for disputes between farmers and farm
21 workers. The office of civil legal aid shall report to the appropriate
22 legislative committees on the effectiveness of this program by December
23 31, 2008.

24 (2) An amount not to exceed \$40,000 of the general fund--state
25 appropriation for fiscal year 2008 and an amount not to exceed \$40,000
26 of the general fund--state appropriation for fiscal year 2009 may be
27 used to provide telephonic legal advice and assistance to otherwise
28 eligible persons who are sixty years of age or older on matters
29 authorized by RCW 2.53.030(2)(a) through (k) regardless of household
30 income or asset level.

31	<u>NEW SECTION. Sec. 116. FOR THE OFFICE OF THE GOVERNOR</u>	
32	General Fund--State Appropriation (FY 2008)	\$6,614,000
33	General Fund--State Appropriation (FY 2009)	\$6,758,000
34	General Fund--Federal Appropriation	\$35,000
35	Economic Development Strategic Reserve Account--State	
36	Appropriation	\$4,000,000
37	Oil Spill Prevention Account--State Appropriation	\$715,000

1 TOTAL APPROPRIATION \$18,122,000

2 The appropriations in this section are subject to the following
3 conditions and limitations: \$250,000 of the general fund--state
4 appropriation for fiscal year 2008 and \$250,000 of the general fund--
5 state appropriation for fiscal year 2009 are provided solely for the
6 implementation of Substitute Senate Bill No. 5224 (salmon office). If
7 the bill is not enacted by June 30, 2007, the amounts provided in this
8 subsection shall lapse.

9 NEW SECTION. **Sec. 117. FOR THE LIEUTENANT GOVERNOR**

10 General Fund--State Appropriation (FY 2008) \$798,000
11 General Fund--State Appropriation (FY 2009) \$837,000
12 General Fund--Private/Local Appropriation \$90,000
13 TOTAL APPROPRIATION \$1,725,000

14 NEW SECTION. **Sec. 118. FOR THE PUBLIC DISCLOSURE COMMISSION**

15 General Fund--State Appropriation (FY 2008) \$2,546,000
16 General Fund--State Appropriation (FY 2009) \$2,499,000
17 TOTAL APPROPRIATION \$5,045,000

18 The appropriations in this section are subject to the following
19 conditions and limitations: \$100,000 of the general fund--state
20 appropriation for fiscal year 2008 is for a feasibility study to
21 determine the cost of designing, developing, implementing, and
22 maintaining: (a) Software or other applications to accommodate
23 electronic filing by lobbyists reporting under RCW 42.17.150 and
24 42.17.170, by lobbyist employers reporting under RCW 42.17.180, and by
25 public agencies reporting under RCW 42.17.190; (b) a database and query
26 system that results in data that is readily available to the public for
27 review and analysis and that is compatible with current computer
28 architecture, technology, and operating systems, including but not
29 limited to Windows and Apple operating systems. The commission shall
30 contract for the feasibility study and consult with the department of
31 information services. The study may include other elements, as
32 determined by the commission, that promote public access to information
33 about lobbying activity reportable under chapter 42.17 RCW. The study
34 shall be provided to the legislature by January 2008.

1 NEW SECTION. **Sec. 119. FOR THE SECRETARY OF STATE**

2	General Fund--State Appropriation (FY 2008)	\$32,941,000
3	General Fund--State Appropriation (FY 2009)	\$21,774,000
4	General Fund--Federal Appropriation	\$7,312,000
5	General Fund--Private/Local Appropriation	\$134,000
6	Archives and Records Management Account--State	
7	Appropriation	\$8,390,000
8	Department of Personnel Service Account--State	
9	Appropriation	\$768,000
10	Local Government Archives Account--State	
11	Appropriation	\$13,791,000
12	Election Account--Federal Appropriation	\$39,103,000
13	Charitable Organization Education Account--State	
14	Appropriation	\$122,000
15	TOTAL APPROPRIATION	\$124,335,000

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

18 (1) \$13,104,000 of the general fund--state appropriation for fiscal
19 year 2008 is provided solely to reimburse counties for the state's
20 share of primary and general election costs and the costs of conducting
21 mandatory recounts on state measures. Counties shall be reimbursed
22 only for those odd-year election costs that the secretary of state
23 validates as eligible for reimbursement.

24 (2) \$2,421,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$3,893,000 of the general fund--state appropriation for
26 fiscal year 2009 are provided solely for the verification of initiative
27 and referendum petitions, maintenance of related voter registration
28 records, and the publication and distribution of the voters and
29 candidates pamphlet.

30 (3) \$125,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$118,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely for legal advertising of state
33 measures under RCW 29A.52.330.

34 (4)(a) \$2,465,000 of the general fund--state appropriation for
35 fiscal year 2008 and \$2,501,000 of the general fund--state
36 appropriation for fiscal year 2009 are provided solely for contracting
37 with a nonprofit organization to produce gavel-to-gavel television
38 coverage of state government deliberations and other events of

1 statewide significance during the 2007-09 biennium. The funding level
2 for each year of the contract shall be based on the amount provided in
3 this subsection. The nonprofit organization shall be required to raise
4 contributions or commitments to make contributions, in cash or in kind,
5 in an amount equal to forty percent of the state contribution. The
6 office of the secretary of state may make full or partial payment once
7 all criteria in this subsection have been satisfactorily documented.

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

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

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

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

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

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

28 (5) \$45,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$45,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely for humanities Washington's "we
31 the people" community conversations program.

32 (6) \$122,000 of the charitable organization education account--
33 state appropriation is provided solely for implementation of Substitute
34 House Bill No. 1777 (charitable organizations). If the bill is not
35 enacted by June 30, 2007, the amount provided in this subsection shall
36 lapse.

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

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

8 (2) \$752,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$762,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for staff and related costs to
11 verify the accuracy of reported school district data submitted for
12 state funding purposes; conduct school district program audits of state
13 funded public school programs; establish the specific amount of state
14 funding adjustments whenever audit exceptions occur and the amount is
15 not firmly established in the course of regular public school audits;
16 and to assist the state special education safety net committee when
17 requested.

18 (3) \$1,000 of the appropriation from the auditing services
19 revolving account--state is provided solely for an adjustment to the
20 agency lease rate for space occupied and parking in the Tacoma Rhodes
21 Center. The department of general administration shall increase lease
22 rates to meet the cash gain/loss break-even point for the Tacoma Rhodes
23 Center effective July 1, 2007.

24 NEW SECTION. **Sec. 124. FOR THE CITIZENS' COMMISSION ON SALARIES**
25 **FOR ELECTED OFFICIALS**

26	General Fund--State Appropriation (FY 2008)	\$159,000
27	General Fund--State Appropriation (FY 2009)	\$229,000
28	TOTAL APPROPRIATION	\$388,000

29 NEW SECTION. **Sec. 125. FOR THE ATTORNEY GENERAL**

30	General Fund--State Appropriation (FY 2008)	\$6,250,000
31	General Fund--State Appropriation (FY 2009)	\$6,656,000
32	General Fund--Federal Appropriation	\$3,951,000
33	Public Safety and Education Account--State	
34	Appropriation (FY 2008)	\$1,143,000
35	Public Safety and Education Account--State	
36	Appropriation (FY 2009)	\$1,199,000

1	New Motor Vehicle Arbitration Account--State	
2	Appropriation	\$1,323,000
3	Legal Services Revolving Account--State	
4	Appropriation	\$224,635,000
5	Tobacco Prevention and Control Account--State	
6	Appropriation	\$270,000
7	TOTAL APPROPRIATION	\$245,427,000

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

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

16 (2) Prior to entering into any negotiated settlement of a claim
17 against the state that exceeds five million dollars, the attorney
18 general shall notify the director of financial management and the
19 chairs of the senate committee on ways and means and the house of
20 representatives committee on appropriations.

21 (3) \$9,446,000 of the legal services revolving account--state
22 appropriation is provided solely for increases in salaries and benefits
23 of assistant attorneys general effective July 1, 2007. This funding is
24 provided solely for increases to address critical recruitment and
25 retention problems, and shall not be used for the performance
26 management program or to fund general administration. The attorney
27 general shall report to the office of financial management and the
28 fiscal committees of the senate and house of representatives by October
29 1, 2008, and provide detailed demographic information regarding
30 assistant attorneys general who received increased salaries and
31 benefits as a result of the appropriation. The report shall include at
32 a minimum information regarding the years of service, division
33 assignment within the attorney general's office, and client agencies
34 represented by assistant attorneys general receiving increased salaries
35 and benefits as a result of the amount provided in this subsection.
36 The report shall include a proposed salary schedule for all assistant
37 attorneys general using the same factors used to determine increased

1 salaries under this section. The report shall also provide initial
2 findings regarding the effect of the increases on recruitment and
3 retention of assistant attorneys general.

4 (4) \$69,000 of the legal services revolving fund--state
5 appropriation is provided solely for Engrossed Substitute Senate Bill
6 No. 6001 (climate change). If the bill is not enacted by June 30, 2007,
7 the amount provided in this subsection shall lapse.

8 (5) \$44,000 of the legal services revolving fund--state
9 appropriation is provided solely for Substitute Senate Bill No. 5972
10 (surface mining reclamation). If the bill is not enacted by June 30,
11 2007, the amount provided in this subsection shall lapse.

12 NEW SECTION. **Sec. 126. FOR THE CASELOAD FORECAST COUNCIL**

13	General Fund--State Appropriation (FY 2008)	\$756,000
14	General Fund--State Appropriation (FY 2009)	\$781,000
15	TOTAL APPROPRIATION	\$1,537,000

16 *NEW SECTION. **Sec. 127. FOR THE DEPARTMENT OF COMMUNITY, TRADE,**
17 **AND ECONOMIC DEVELOPMENT**

18	General Fund--State Appropriation (FY 2008)	\$66,652,000
19	General Fund--State Appropriation (FY 2009)	\$67,867,000
20	General Fund--Federal Appropriation	\$251,537,000
21	General Fund--Private/Local Appropriation	\$14,680,000
22	Public Safety and Education Account--State	
23	Appropriation (FY 2008)	\$2,775,000
24	Public Safety and Education Account--State	
25	Appropriation (FY 2009)	\$2,735,000
26	Public Works Assistance Account--State Appropriation	\$2,977,000
27	Tourism Promotion and Development Account--State	
28	Appropriation	\$1,000,000
29	Drinking Water Assistance Administrative Account--	
30	State Appropriation	\$415,000
31	Lead Paint Account--State Appropriation	\$6,000
32	Building Code Council Account--State Appropriation	\$1,180,000
33	Low-Income Weatherization Assistance Account--State	
34	Appropriation	\$8,385,000
35	Violence Reduction and Drug Enforcement Account--	
36	State Appropriation (FY 2008)	\$3,644,000

1	Violence Reduction and Drug Enforcement Account--	
2	State Appropriation (FY 2009)	\$3,660,000
3	Community and Economic Development Fee Account--State	
4	Appropriation	\$1,840,000
5	Washington Housing Trust Account--State	
6	Appropriation	\$32,327,000
7	Homeless Families Service Account--State	
8	Appropriation	\$300,000
9	Public Facility Construction Loan Revolving	
10	Account--State Appropriation	\$635,000
11	Affordable Housing Account--State Appropriation	\$15,200,000
12	Community Preservation and Development Authority	
13	Account--State Appropriation	\$350,000
14	Home Security Fund Account--State Appropriation	\$16,200,000
15	Independent Youth Housing Account--State Appropriation	\$1,000,000
16	TOTAL APPROPRIATION	\$495,365,000

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

19 (1) \$2,838,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$2,838,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for a contract with the Washington
22 technology center for work essential to the mission of the Washington
23 technology center and conducted in partnership with universities. The
24 center shall not pay any increased indirect rate nor increases in other
25 indirect charges above the absolute amount paid during the 1995-97
26 fiscal biennium.

27 (2) \$1,658,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$1,658,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for multijurisdictional drug task
30 forces.

31 (3) \$1,500,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$1,500,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely to fund domestic violence legal
34 advocacy.

35 (4) Repayments of outstanding loans granted under RCW 43.63A.600,
36 the mortgage and rental assistance program, shall be remitted to the
37 department, including any current revolving account balances. The
38 department shall contract with a lender or contract collection agent to

1 act as a collection agent of the state. The lender or contract
2 collection agent shall collect payments on outstanding loans, and
3 deposit them into an interest-bearing account. The funds collected
4 shall be remitted to the department quarterly. Interest earned in the
5 account may be retained by the lender or contract collection agent, and
6 shall be considered a fee for processing payments on behalf of the
7 state. Repayments of loans granted under this chapter shall be made to
8 the lender or contract collection agent as long as the loan is
9 outstanding, notwithstanding the repeal of the chapter.

10 (5) \$145,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$144,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided to support a task force on human
13 trafficking.

14 (6) \$2,500,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$2,500,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely for Second Substitute Senate Bill
17 No. 5092 (associate development organizations). If the bill is not
18 enacted by June 30, 2007, the amounts provided in this subsection shall
19 lapse.

20 (7) \$1,500,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$1,500,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely for the community services block
23 grant program.

24 (8) \$70,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$65,000 of the general fund--state appropriation for
26 fiscal year 2009 are provided solely to the department to implement the
27 innovation partnership zone program.

28 (a) The director shall designate innovation partnership zones on
29 the basis of the following criteria:

30 (i) Innovation partnership zones must have three types of
31 institutions operating within their boundaries, or show evidence of
32 planning and local partnerships that will lead to dense concentrations
33 of these institutions:

34 (A) Research capacity in the form of a university or community
35 college fostering commercially valuable research, nonprofit
36 institutions creating commercially applicable innovations, or a
37 national laboratory;

1 (B) Dense proximity of globally competitive firms in a
2 research-based industry or industries or of individual firms with
3 innovation strategies linked to (a)(i) of this subsection. A globally
4 competitive firm may be signified through international organization
5 for standardization 9000 or 1400 certification, or other recognized
6 evidence of international success; and

7 (C) Training capacity either within the zone or readily accessible
8 to the zone. The training capacity requirement may be met by the same
9 institution as the research capacity requirement, to the extent both
10 are associated with an educational institution in the proposed zone;

11 (ii) The support of a local jurisdiction, a research institution,
12 an educational institution, an industry or cluster association, a
13 workforce development council, and an associate development
14 organization, port, or chamber of commerce;

15 (iii) Identifiable boundaries for the zone within which the
16 applicant will concentrate efforts to connect innovative researchers,
17 entrepreneurs, investors, industry associations or clusters, and
18 training providers. The geographic area defined should lend itself to
19 a distinct identity and have the capacity to accommodate firm growth;

20 (iv) The innovation partnership zone shall designate a zone
21 administrator, which must be an economic development council, port,
22 workforce development council, city, or county.

23 (b) By October 1, 2007, and October 1, 2008, the director shall
24 designate innovation partnership zones on the basis of applications
25 that meet the criteria in this subsection, estimated economic impact of
26 the zone, and evidence of forward planning for the zone.

27 (c) If the innovation partnership zone meets the other requirements
28 of the fund sources, then the innovation partnership zone is encouraged
29 to use the local infrastructure financing tool program, the sales and
30 use tax for public facilities in rural counties, the job skills program
31 and other state and local resources to promote zone development.

32 (d) The department shall convene at least one information sharing
33 event for innovation partnership zone administrators and other
34 interested parties.

35 (e) An innovation partnership zone shall provide performance
36 measures as required by the director, including but not limited to
37 private investment measures, job creation measures, and measures of

1 innovation such as licensing of ideas in research institutions,
2 patents, or other recognized measures of innovation.

3 (9) \$430,000 of the general fund--state appropriation for fiscal
4 year 2008 and \$1,935,000 of the general fund--state appropriation for
5 fiscal year 2009 are provided solely for the economic development
6 commission to work with the higher education coordinating board and
7 research institutions to: (a) Develop a plan for recruitment of ten
8 significant entrepreneurial researchers over the next ten years to lead
9 innovation research teams, which plan shall be implemented by the
10 higher education coordinating board; and (b) develop comprehensive
11 entrepreneurial programs at research institutions to accelerate the
12 commercialization process.

13 (10) \$500,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$500,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for a grant to the cascade land
16 conservancy to develop and demonstrate one or more transfer of
17 development rights programs. These programs shall involve the purchase
18 or lease of development rights or conservation easements from family
19 forest landowners facing pressure to convert their lands and who desire
20 to keep their land in active forest management. The grant shall
21 require the conservancy to work in collaboration with family forest
22 landowners and affected local governments, and to submit an interim
23 written progress report to the department by September 15, 2008, and a
24 final report by June 30, 2009. The department shall transmit the
25 reports to the governor and the appropriate committees of the
26 legislature.

27 (11) \$155,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$150,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for Engrossed Second Substitute
30 House Bill No. 1422 (addressing children and families of incarcerated
31 parents). If the bill is not enacted by June 30, 2007, the amounts
32 provided in this subsection shall lapse.

33 (12) \$180,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$180,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for KCTS public television to
36 support programming in the Spanish language. These funds are intended
37 to support the addition of a bilingual outreach coordinator to serve
38 Latino adults, families and children in western and central Washington;

1 multimedia promotion on Spanish-language media and website integration;
2 the production of targeted public affairs programs that seek to improve
3 education and the quality of life for Latinos; and to establish
4 partnerships with city and county library systems to provide
5 alternative access to the v-me Spanish language channel via the
6 internet.

7 (13) \$1,000,000 of the tourism and promotion account--state
8 appropriation is provided for Substitute House Bill No. 1276 (creating
9 a public/private tourism partnership). Of this amount, \$280,000 is for
10 the department of fish and wildlife's nature tourism infrastructure
11 program; \$450,000 is for marketing the 2010 Olympic games; and \$50,000
12 is for the Washington state games.

13 **(14) The department shall distribute 125,000 copies per year of the**
14 **Washington state visitors' guide for the 2007-09 fiscal biennium.**

15 (15) \$50,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$50,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely for the African chamber of
18 commerce of the Pacific Northwest to support the formation of trade
19 alliances between Washington businesses and African businesses and
20 governments.

21 (16) \$750,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$750,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for the emergency food assistance
24 program.

25 (17) \$500,000 of the general fund--state appropriation for fiscal
26 year 2008 and \$500,000 of the general fund--state appropriation for
27 fiscal year 2009 are provided solely to the department's individual
28 development account program.

29 (18) \$80,000 of the general fund--state appropriation for fiscal
30 year 2008 is provided solely for the energy facility site evaluation
31 council to contract for a review of the status of pipeline utility
32 corridor capacity and distribution for natural gas, petroleum and
33 biofuels in southwest Washington. The council shall submit its
34 findings and recommendations to the legislature by December 1, 2007.

35 (19) \$1,813,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$1,813,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for a pilot program to provide
38 transitional housing assistance to offenders who are reentering the

1 community and are in need of housing as generally described in
2 Engrossed Substitute Senate Bill No. 6157 (offender recidivism). The
3 department shall operate the program through grants to eligible
4 organizations as described in RCW 43.185.060. A minimum of two
5 programs shall be established in two counties in which community
6 justice centers are located. The pilot programs shall be selected
7 through a request for proposal process in consultation with the
8 department of corrections. The department shall select the pilot sites
9 by January 1, 2008.

10 (a) The pilot program shall:

11 (i) Be operated in collaboration with the community justice center
12 existing in the location of the pilot site;

13 (ii) Offer transitional supportive housing that includes individual
14 support and mentoring available on an ongoing basis, life skills
15 training, and close working relationships with community justice
16 centers and community corrections officers. Supportive housing
17 services can be provided directly by the housing operator, or in
18 partnership with community-based organizations;

19 (iii) In providing assistance, give priority to offenders who are
20 designated as high risk or high needs as well as those determined not
21 to have a viable release plan by the department of corrections; and

22 (iv) Provide housing assistance for a period of up to twelve months
23 for a participating offender.

24 (b) The department may also use up to twenty percent of the funds
25 in this subsection to support the development of additional supportive
26 housing resources for offenders who are reentering the community.

27 (c) The department shall collaborate with the department of
28 corrections in the design of the program and development of criteria to
29 determine who will qualify for housing assistance, and shall report to
30 the legislature by November 1, 2008, on the number of offenders seeking
31 housing, the number of offenders eligible for housing, the number of
32 offenders who receive the housing, and the number of offenders who
33 commit new crimes while residing in the housing.

34 (20) \$288,000 of the general fund--state appropriation for fiscal
35 year 2008 is provided solely for community transition coordination
36 networks and county service inventories as generally described in
37 Engrossed Substitute Senate Bill No. 6157 (offender recidivism). Funds
38 are provided for: (a) Grants to counties to inventory services and

1 resources available to assist offenders reentering the community; (b)
2 a grant to the Washington institute for public policy to develop
3 criteria for conducting the inventory; and (c) the department of
4 community, trade, and economic development to assist with the inventory
5 and implement a community transition coordination network pilot
6 program.

7 (21) \$75,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$75,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for a grant to the center for
10 advanced manufacturing to assist domestic businesses to compete
11 globally.

12 (22) \$250,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$250,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for a grant to the developmental
15 disabilities council to contract for legal services for individuals
16 with developmental disabilities entering or currently residing in the
17 department of social and health services division of developmental
18 disabilities community protection program.

19 (23) \$50,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$50,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for a grant to Safe Havens to
22 provide supervised visitation for families affected by domestic
23 violence and abuse.

24 (24) \$408,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$623,000 of the general fund--state appropriation for
26 fiscal year 2009 are provided solely for grants to county juvenile
27 courts to expand the number of participants in juvenile drug courts
28 consistent with the conclusions of the Washington state institute for
29 public policy evaluation of effective programs to reduce future prison
30 populations.

31 (25) \$250,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$250,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely to implement Second Substitute
34 Senate Bill No. 5652 (microenterprise development), including grants to
35 microenterprise organizations for organizational capacity building and
36 provision of training and technical assistance. If the bill is not
37 enacted by June 30, 2007, the amounts provided in this subsection shall
38 lapse.

1 (26) \$250,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$250,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely to establish the state economic
4 development commission as an independent state agency consistent with
5 Second Substitute Senate Bill No. 5995 (economic development
6 commission). If the bill is not enacted by June 30, 2007, the amounts
7 provided in this subsection shall lapse.

8 (27) \$150,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$150,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely to support international trade
11 fairs.

12 (28) \$50,000 of the general fund--state appropriation for fiscal
13 year 2008 is provided solely for a study to survey best practices for
14 smart meters/smart grid/smart appliance technology and the range of
15 applications for smart meters around the country. The survey shall
16 include, but is not limited to, utilities using smart meters to: (a)
17 Meter responses to time-of-use pricing, (b) meter savings from direct
18 load control programs, (c) manage operations costs, (d) identify power
19 outages, (e) meter voluntary interruptible power programs, (f)
20 facilitate pay-as-you-go programs, and (g) enhance billing operations.
21 The study will compare the survey results with Washington's electric
22 utility power system including considerations of electricity price
23 variations between peak and off-peak prices, seasonal price variations,
24 forecast demand, conservation goals, seasonal or daily distribution or
25 transmission constraints, etc., to identify the applications where
26 smart meters may provide particular value to either individual
27 consumers, individual Washington electric utility power systems, or the
28 overall electric power grid in Washington, and to meeting state
29 conservation and energy goals. The department shall complete the study
30 and provide a report to the governor and the legislature by December 1,
31 2007.

32 ***(29) \$12,000 of the general fund--state appropriation for fiscal***
33 ***year 2008 and \$13,000 of the general fund--state appropriation for***
34 ***fiscal year 2009 are provided solely for a grant to the Synergy Group***
35 ***to coordinate the resources of Lake Stevens area nonprofit***
36 ***organizations to prevent redundancy in charitable efforts.***

37 (30)(a) \$500,000 of the general fund--state appropriation for
38 fiscal year 2008 is provided for a pilot program to provide assistance

1 for three jurisdictions to enforce financial fraud and identity theft
2 laws. Three pilot enforcement areas shall be established on January 1,
3 2008, two in the two largest counties by population west of the crest
4 of the Cascade mountains and one in the largest county by population
5 east of the crest of the Cascade mountains. Funding received for the
6 purpose of this subsection through appropriations, gifts, and grants
7 shall be divided equally between the three pilot enforcement areas.
8 This funding is intended to provide for additional deputy prosecutors,
9 law enforcement, clerical staff, and other support for the prosecution
10 of financial fraud and identity theft crimes. The funding shall not be
11 used to supplant existing funding and cannot be used for any purpose
12 other than enforcement of financial fraud and identity theft laws.
13 Appropriated state funds must be used to match gifts and grants of
14 private-sector funds for the purposes of this subsection, and
15 expenditure of appropriated state funds may not exceed expenditure of
16 private funds.

17 (b) The department shall appoint a task force in each county with
18 a pilot enforcement area. Each task force shall include the following
19 members:

20 (i) Two members from financial institutions;

21 (ii) One member of the Washington association of county
22 prosecutors;

23 (iii) One member of the Washington association of sheriffs and
24 police chiefs;

25 (iv) One member of the Washington state association of municipal
26 attorneys; and

27 (v) One law enforcement officer.

28 (c) The task force in each county shall provide advice and
29 expertise in order to facilitate the prosecutor's efforts to prosecute
30 and reduce the incidence of financial fraud and identity theft crimes,
31 including check fraud, chronic unlawful issuance of bank checks,
32 embezzlement, credit/debit card fraud, identity theft, forgery,
33 counterfeit instruments, organized counterfeit check rings, and
34 organized identity theft rings.

35 (31) \$125,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$125,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for a grant to Grays Harbor county

1 for activities associated with southwest Washington coastal erosion
2 investigations and demonstrations.

3 (32) \$112,000 of the general fund--state appropriation for fiscal
4 year 2008 and \$113,000 of the general fund--state appropriation for
5 fiscal year 2009 are provided solely for a grant to the retired senior
6 volunteer program.

7 (33) \$200,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$200,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for a grant to the Benton and
10 Franklin county juvenile and drug courts. The grant is contingent upon
11 the counties providing equivalent matching funds.

12 (34) \$50,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$50,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for a grant to the Seattle
15 aquarium for a scholarship program for transportation and admission
16 costs for classrooms with lower incomes, English as second language or
17 special needs.

18 (35) \$256,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$256,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for the long-term care ombudsman
21 program.

22 (36) \$425,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$425,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely to the Washington state
25 association of counties for the county training program.

26 (37) \$495,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$495,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely to the northwest agriculture
29 business center.

30 (38) \$200,000 of the general fund appropriation for fiscal year
31 2008 is provided solely for a program to build capacity and promote the
32 development of nonprofit community land trust organizations in the
33 state. Funds shall be granted through a competitive process to
34 community land trusts with assets under one million dollars, and these
35 funds shall be used for operating costs, technical assistance, and
36 other eligible capacity building expenses to be determined by the
37 department.

1 (39) \$100,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$100,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely to centro latino to provide adult
4 basic education that includes but is not limited to: English as a
5 second language, Spanish literacy training, work-readiness training,
6 citizenship classes, programs to promote school readiness, community
7 education, and entrepreneurial services.

8 (40) \$500,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$500,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely to resolution Washington to build
11 statewide capacity for alternative dispute resolution centers and
12 dispute resolution programs that guarantee that all citizens have
13 access to a low-cost resolution process as an alternative to
14 litigation.

15 (41) \$2,000,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$2,000,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely for implementation of Second
18 Substitute House Bill No. 1303 (cleaner energy). The department shall
19 retain \$1,500,000 for expenditures related to the operations of the
20 energy freedom authority, and the support of the vehicle workgroup and
21 the carbon market stakeholder workgroup. The department shall enter
22 into interagency agreements with other agencies to implement the bill
23 in the following amounts: (a) \$1,500,000 shall be provided to the
24 climate impacts group at the University of Washington for climate
25 assessments; (b) \$200,000 shall be provided to the University of
26 Washington college of forest resources for identification of barriers
27 to using the state's forest resources for fuel production; and (c)
28 \$800,000 shall be provided to the Washington State University for
29 analyzing options for market incentives to encourage biofuels
30 production. If the bill is not enacted by June 30, 2007, the amounts
31 provided in this subsection shall lapse.

32 (42) \$347,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$348,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely to Western Washington University
35 to support small business development centers and underserved economic
36 development councils with secondary research services. Of the amounts
37 in this subsection, \$500,000 is intended for research services and
38 shall be divided evenly between 25-50 small business development

1 centers and underserved economic development councils and \$195,000
2 shall be used to develop infrastructure, training programs, and
3 marketing materials.

4 (43) \$100,000 of the general fund--state appropriation for fiscal
5 year 2008 is provided solely for a study on improving the effectiveness
6 of the growth management act. Topics may include but are not limited
7 to: How best to meet and finance infrastructure and service needs of
8 growing communities; how to provide incentives to accommodate projected
9 growth and protect resource lands and critical areas; and how local
10 governments are prepared to address land use changes associated with
11 climate change.

12 (44) \$75,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$75,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely to the Poulsbo marine science
15 center.

16 (45) \$1,625,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$1,625,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for operating and capital
19 equipment and facility grants to the following public television and
20 radio stations: KPBX/KSFC, \$863,525; KPLU, \$733,525; KVTI, \$108,550;
21 KDNA, \$29,205; KSER, \$338,325; KNHC, \$146,620; KSPS, \$568,750; and
22 KBTC, \$461,500.

23 (46) \$200,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$200,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely for the safe and drug free schools
26 and communities program.

27 (47) \$102,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$103,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for the University of Washington's
30 college of forest resources center for international trade in forest
31 products.

32 (48) \$471,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$471,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely as pass-through funding to Walla
35 Walla community college for its water and environmental center.

36 (49) \$65,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$65,000 of the general fund--state appropriation for
38 fiscal year 2009 are provided solely for a contract with a food

1 distribution program for communities in the southwestern portion of the
2 state and for workers impacted by timber and salmon fishing closures
3 and reductions. The department may not charge administrative overhead
4 or expenses to the funds provided in this subsection.

5 (50)(a) \$200,000 of the general fund--state appropriation for
6 fiscal year 2008 is provided solely for a study to examine the fiscal
7 health of counties. The study shall address spending and revenues, as
8 well as the demographic, geographic, social, economic, and other
9 factors contributing to or causing financial distress. The study shall
10 also examine the financial efficiencies, cost savings, and improved
11 levels of service that may be gained by authorizing noncharter counties
12 greater flexibility in altering their forms of governance, including
13 consolidating or merging constitutional or statutory functions or
14 structures.

15 (b) The department of community, trade, and economic development
16 may contract or consult with any agency, organization, or other public
17 or private entity as it deems necessary in order to complete the study
18 required under this section. The study may contain options and actions
19 for consideration by the governor and the legislature, but at minimum
20 shall recommend the changes to constitutional and statutory law
21 necessary to provide counties with the legal authority required to
22 implement the changes in governmental structures and functions needed
23 to promote optimum financial efficiency and improved services. The
24 study shall be transmitted to the appropriate committees of the
25 legislature and the governor by December 1, 2007.

26 (51) \$2,136,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$2,136,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for the operation and expense of
29 the "closing the achievement gap-flight program" of the Seattle public
30 schools during the 2007-09 biennium. The funds will be used in support
31 of a collaboration model between the Seattle public schools and the
32 community. The primary intent for this program is to close the
33 academic achievement gap for students of color and students in poverty
34 by promoting parent and family involvement and enhancing the social-
35 emotional and the academic support for students. By June 30, 2009, the
36 Seattle public schools will provide and evaluation of the impact of the
37 activities funded on class size, graduation rates, student attendance,
38 student achievement, and closing the achievement gap.

1 (52) \$1,000,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$1,000,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for crime victim service centers.

4 (53) \$41,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$36,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for House Bill No. 1038 (electric
7 transmission lines). If the bill is not enacted by June 30, 2007, the
8 amount provided in this subsection shall lapse.

9 (54) \$1,000,000 of the independent youth housing account is
10 provided for Second Substitute House Bill No. 1922 (youth housing
11 program). If the bill is not enacted by June 30, 2007, the amount
12 provided in this subsection shall lapse.

13 (55) \$227,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$127,000 of the general fund--state appropriation for
15 fiscal year 2008 are provided solely for Second Substitute House Bill
16 No. 1636 (development rights). If the bill is not enacted by June 30,
17 2007, the amounts provided in this subsection shall lapse.

18 (56) \$35,000 of the general fund--state appropriation for fiscal
19 year 2008 is provided solely for Substitute House Bill No. 1037
20 (electrical transmission). If the bill is not enacted by June 30,
21 2007, the amount provided in this subsection shall lapse.

22 (57) \$131,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$62,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for Engrossed Second Substitute
25 House Bill No. 1705 (health sciences and services). If the bill is not
26 enacted by June 30, 2007, the amounts provided in this subsection shall
27 lapse.

28 (58) \$881,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$882,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely for the department to: (a) Work
31 with a statewide asset building coalition to design, implement, and
32 fund a public education and outreach campaign; and (b) initiate,
33 expand, and strengthen community-based asset building coalitions by
34 providing them with technical assistance and grants. The department
35 shall conduct an application process and select at least twelve sites
36 by October 31, 2007. Of the amounts provided in this subsection, no
37 more than 10 percent may be used by the department to administer the

1 technical assistance and grant program. The department shall report to
2 the appropriate committees of the legislature on the status of the
3 grant and technical assistance program by December 1, 2008.

4 (59) \$15,200,000 of the affordable housing account--state
5 appropriation and \$16,200,000 of the home security fund account--state
6 appropriation are provided solely for Engrossed Second Substitute House
7 Bill No. 1359 (affordable housing). If the bill is not enacted by June
8 30, 2007, the amounts provided in this subsection shall lapse.

9 (60) \$350,000 of the community preservation and development
10 account--state appropriation is provided solely for Substitute Senate
11 Bill No. 6156 (development authorities). If this bill is not enacted
12 by June 30, 2007, the amount provided in this subsection shall lapse.

**Sec. 127 was partially vetoed. See message at end of chapter.*

13 NEW SECTION. **Sec. 128. FOR THE ECONOMIC AND REVENUE FORECAST**
14 **COUNCIL**

15	General Fund--State Appropriation (FY 2008)	\$608,000
16	General Fund--State Appropriation (FY 2009)	\$631,000
17	TOTAL APPROPRIATION	\$1,239,000

18 *NEW SECTION. **Sec. 129. FOR THE OFFICE OF FINANCIAL MANAGEMENT**

19	General Fund--State Appropriation (FY 2008)	\$24,175,000
20	General Fund--State Appropriation (FY 2009)	\$23,323,000
21	General Fund--Federal Appropriation	\$23,588,000
22	General Fund--Private/Local Appropriation	\$1,270,000
23	State Auditing Services Revolving Account--State	
24	Appropriation	\$25,000
25	Violence Reduction and Drug Enforcement Account--	
26	State Appropriation (FY 2008)	\$123,000
27	Violence Reduction and Drug Enforcement Account--	
28	State Appropriation (FY 2009)	\$123,000
29	TOTAL APPROPRIATION	\$72,627,000

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

32 (1) \$75,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$75,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided for a contract with the Ruckelshaus
35 center to continue the agricultural pilot programs that identify
36 projects to enhance farm income and improve natural resource

1 protection. Specific work will include project outreach and
2 refinement, stakeholder support, staffing the oversight committee,
3 seeking federal and private match funding, and further refining the
4 list of projects to be recommended for funding.

5 (2) \$175,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$175,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided for a contract with the Ruckelshaus
8 center to fund "proof-of-concept" model and projects recommended by the
9 oversight committee, as provided in subsection (1) of this section.

10 (3) \$580,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$580,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely to the association of Washington
13 cities and the Washington state association of counties for improving
14 project permitting and mitigation processes.

15 (4) \$320,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$320,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely for the office of regulatory
18 assistance to develop statewide multiagency permits for transportation
19 infrastructure and other projects that integrate local, state, and
20 federal permit requirements and mitigation standards.

21 (5) \$1,050,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$1,050,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely to implement Second Substitute
24 Senate Bill No. 5122 (regulatory assistance programs). If the bill is
25 not enacted by June 30, 2007, the amounts provided in this subsection
26 shall lapse.

27 (6) \$165,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$115,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for a study to develop options for
30 a new K-12 pupil transportation funding formula. The office of
31 financial management shall contract with consultants with expertise in
32 both pupil transportation and K-12 finance formulas. The office of
33 financial management and the contractors shall consult with the
34 legislative fiscal committees and the office of the superintendent of
35 public instruction. The office of financial management shall submit a
36 final report to the governor, the house of representatives
37 appropriations committee, and senate ways and means committee by
38 November 15, 2008.

1 (7) \$175,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$175,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for financial assistance to local
4 government agencies in counties representing populations of fewer than
5 350,000 residents for the acquisition and development of streamlined
6 permitting technology infrastructure through an integrated business
7 portal approach. Grant awards may not exceed \$100,000 per local
8 government agency per fiscal year. The funding must be used to acquire
9 and implement permit tracking systems that can support and are
10 compatible with a multijurisdictional, integrated approach. Prior to
11 granting funds, the office of regulatory assistance shall ensure that
12 the proposed systems and technology are based on open-industry
13 standards, allow for future integration of processes and sharing of
14 data, and are extendable.

15 (8) \$810,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$495,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely for the implementation of sections
18 50 through 57 (health resources strategy) of Engrossed Second
19 Substitute Senate Bill No. 5930 (blue ribbon commission on health
20 care). If the bill is not enacted by June 2007, the amounts provided
21 in this subsection shall lapse.

22 (9) \$300,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$54,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely to implement section 3 of
25 Substitute Senate Bill No. 5248 (preserving the viability of
26 agricultural lands). Funds are provided for a contract with the
27 Ruckelshaus center to examine conflicts between agriculture activities
28 and critical areas ordinances. If the bill is not enacted by June 30,
29 2007, the amounts provided in this subsection shall lapse.

30 (10) The education data center within the office of financial
31 management may convene a work group to assess the feasibility, costs,
32 and benefits of a higher education data system that uses privacy-
33 protected student-level data.

34 ***(11) Within amounts appropriated in this section, the office of***
35 ***financial management shall enter into an interagency agreement with the***
36 ***department of social and health services to establish a program of***
37 ***technical assistance to pharmacies providing services under chapter***
38 ***74.09 RCW that offers information to pharmacies regarding compliance***

1 with payment requirements and that offers technical assistance to
 2 pharmacies that request such assistance or who, as identified in a
 3 prepayment or other preaudit review, would benefit from such
 4 assistance. Additionally, the office of financial management shall
 5 oversee the technical assistance program and review the department of
 6 social and health services' pharmacy audit practices and determine
 7 whether it is desirable, in instances when fraud is not suspected, to
 8 extend the time from when a pharmacy is notified of an upcoming audit,
 9 to when an audit begins. The office of financial management shall
 10 report its findings and recommendations to the governor and to the
 11 appropriate legislative fiscal and policy committees by December 1,
 12 2007.

*Sec. 129 was partially vetoed. See message at end of chapter.

13 NEW SECTION. **Sec. 130. FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**
 14 Administrative Hearings Revolving Account--State
 15 Appropriation \$33,037,000

16 NEW SECTION. **Sec. 131. FOR THE DEPARTMENT OF PERSONNEL**
 17 Department of Personnel Service Account--State
 18 Appropriation \$30,106,000
 19 Higher Education Personnel Services Account--State
 20 Appropriation \$1,794,000
 21 TOTAL APPROPRIATION \$31,900,000

22 The appropriations in this section are subject to the following
 23 conditions and limitations: The department shall coordinate with the
 24 governor's office of Indian affairs on providing the government-to-
 25 government training sessions for federal, state, local, and tribal
 26 government employees. The training sessions shall cover tribal
 27 historical perspectives, legal issues, tribal sovereignty, and tribal
 28 governments. Costs of the training sessions shall be recouped through
 29 a fee charged to the participants of each session. The department
 30 shall be responsible for all of the administrative aspects of the
 31 training, including the billing and collection of the fees for the
 32 training.

33 NEW SECTION. **Sec. 132. FOR THE WASHINGTON STATE LOTTERY**
 34 Lottery Administrative Account--State Appropriation . . . \$26,382,000

1 The appropriation in this section is subject to the following
2 conditions and limitations: The appropriation in this section may not
3 be expended by the Washington state lottery for any purpose associated
4 with a lottery game offered through any interactive electronic device,
5 including the internet.

6 NEW SECTION. **Sec. 133. FOR THE COMMISSION ON HISPANIC AFFAIRS**

7	General Fund--State Appropriation (FY 2008)	\$261,000
8	General Fund--State Appropriation (FY 2009)	\$276,000
9	TOTAL APPROPRIATION	\$537,000

10 NEW SECTION. **Sec. 134. FOR THE COMMISSION ON AFRICAN-AMERICAN**
11 **AFFAIRS**

12	General Fund--State Appropriation (FY 2008)	\$257,000
13	General Fund--State Appropriation (FY 2009)	\$266,000
14	TOTAL APPROPRIATION	\$523,000

15 NEW SECTION. **Sec. 135. FOR THE DEPARTMENT OF RETIREMENT**
16 **SYSTEMS--OPERATIONS**

17	General Fund--State Appropriation (FY 2008)	\$200,000
18	General Fund--State Appropriation (FY 2009)	\$250,000
19	Dependent Care Administrative Account--State	
20	Appropriation	\$448,000
21	Department of Retirement Systems Expense Account--	
22	State Appropriation	\$48,885,000
23	TOTAL APPROPRIATION	\$49,783,000

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

26 (1) \$15,000 of the department of retirement systems expense account
27 appropriation is provided solely to implement Substitute House Bill No.
28 1261 (duty disability service credit). If the bill is not enacted by
29 June 30, 2007, the amount provided in this subsection shall lapse.

30 (2) \$43,000 of the department of retirement systems expense account
31 appropriation is provided solely to implement House Bill No. 1680
32 (emergency medical technician service credit). If the bill is not
33 enacted by June 30, 2007, the amount provided in this subsection shall
34 lapse.

1 (3) \$72,000 of the department of retirement systems expense account
2 appropriation is provided solely to implement Engrossed Substitute
3 House Bill No. 1649 (judges' past service credit purchases). If the
4 bill is not enacted by June 30, 2007, the amount provided in this
5 subsection shall lapse.

6 (4) \$33,000 of the department of retirement systems expense account
7 appropriation is provided solely to implement Substitute House Bill No.
8 1262 (plan 1 post retirement employment). If the bill is not enacted
9 by June 30, 2007, the amount provided in this subsection shall lapse.

10 (5) \$315,000 of the department of retirement systems expense
11 account appropriation is provided solely to implement Engrossed House
12 Bill No. 2391 (gainsharing revisions). If neither bill is enacted by
13 June 30, 2007, the amount provided in this subsection shall lapse.

14 (6) \$12,000 of the department of retirement systems expense
15 account--state appropriation is provided solely to implement Senate
16 Bill No. 5014 (contribution rates). If the bill is not enacted by June
17 30, 2007, the amount provided in this subsection shall lapse.

18 (7) \$17,000 of the department of retirement systems expense
19 account--state appropriation is provided solely to implement Senate
20 Bill No. 5175 (retirement annual increases). If the bill is not
21 enacted by June 30, 2007, the amount provided in this subsection shall
22 lapse.

23 (8) \$200,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$250,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely to design a plan for the operation
26 of a universal voluntary retirement accounts program, and then seek
27 approval from the federal internal revenue service to offer the plan to
28 workers and employers in Washington on a tax qualified basis. Features
29 of Washington voluntary retirement accounts plan include a defined
30 contribution plan with a limited pre-selected menu of investment
31 options, administration by the department of retirement systems,
32 investment oversight by the state investment board, tax-deferred
33 payroll deductions, retirement account portability between jobs, and a
34 two-tier system with workplace based individual retirement accounts
35 open to all workers, and a deferred compensation 401(k)-type program or
36 SIMPLE IRA-type program open to all employers who choose to participate
37 for their employees. As part of this process, the director shall
38 consult with the department of financial institutions, the state

1 investment board, private sector retirement plan administrators and
 2 providers and other relevant sectors of the financial services
 3 industry, organizations promoting increased economic opportunities for
 4 individuals, employers, workers, and any other individuals or entities
 5 that the director determines relevant to the development of an
 6 effective and efficient method for implementing and operating the
 7 program. As part of this process, the director shall evaluate the most
 8 efficient methods for providing this service and ways to avoid
 9 competition with existing private sector vehicles. The director shall
 10 undertake the legal and development work to determine how to implement
 11 a universal voluntary retirement accounts program, managed through the
 12 department of retirement systems directly or by contract. By December
 13 1, 2008, the director shall report to the legislature on the program's
 14 design and any required changes to state law that are necessary to
 15 implement the program.

16 NEW SECTION. **Sec. 136. FOR THE DEPARTMENT OF REVENUE**

17	General Fund--State Appropriation (FY 2008)	\$97,793,000
18	General Fund--State Appropriation (FY 2009)	\$101,158,000
19	Timber Tax Distribution Account--State Appropriation	\$5,846,000
20	Waste Reduction/Recycling/Litter Control--State	
21	Appropriation	\$130,000
22	Waste Tire Removal Account--State Appropriation	\$2,000
23	Real Estate Excise Tax Grant Account--State	
24	Appropriation	\$3,900,000
25	State Toxics Control Account--State Appropriation	\$88,000
26	Oil Spill Prevention Account--State Appropriation	\$16,000
27	Pension Funding Stabilization Account	
28	Appropriation	\$2,370,000
29	TOTAL APPROPRIATION	\$211,303,000

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

32 (1) \$95,000 of the general fund--state appropriation for fiscal
 33 year 2008 and \$71,000 of the general fund--state appropriation for
 34 fiscal year 2009 are for the implementation of Substitute House Bill
 35 No. 1002 (taxation of vessels). If the bill is not enacted by June 30,
 36 2007, the amounts in this subsection shall lapse.

1 (2) \$31,000 of the general fund--state appropriation for fiscal
2 year 2008 is for the implementation of Substitute House Bill No. 1891
3 (prescription drugs). If the bill is not enacted by June 30, 2007, the
4 amount in this subsection shall lapse.

5 (3)(a) \$50,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$25,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely to conduct a study of the taxation
8 of electronically delivered products. The legislature recognizes that
9 chapter . . . (Engrossed Substitute House Bill No. 1981), Laws of 2007,
10 relates to specific types of electronically delivered products and does
11 not address the taxation of numerous other types of electronically
12 delivered products. Therefore, a policy question remains concerning
13 the sales and use taxation of other electronically delivered products.

14 (b)(i) To perform the study, the department of revenue shall be
15 assisted by a committee. The committee shall include four legislative
16 members appointed as follows:

17 (A) The president of the senate shall appoint one member from each
18 of the two largest caucuses of the senate; and

19 (B) The speaker of the house of representatives shall appoint one
20 member from each of the two largest caucuses of the house of
21 representatives.

22 (ii) The department of revenue shall appoint additional members
23 with balanced representation from different segments of government and
24 industry, and shall consider representation from the following areas:
25 Small and large businesses that generate, deliver, or use
26 electronically delivered products; financial institutions; insurers;
27 persons with expertise in tax law in an academic or private sector
28 setting; and persons experienced in working with computers and
29 electronically delivered products. The department of revenue shall
30 appoint additional members from the department with expertise in the
31 excise taxation of electronically delivered products.

32 (iii) The committee shall choose its chair from among its
33 membership.

34 (iv) The department and committee shall review the following
35 issues: The provision of explicit statutory definitions for
36 electronically delivered products; the current excise tax treatment of
37 electronically delivered products in the state of Washington and other
38 states as well as the tax treatment of these products under the

1 streamlined sales and use tax agreement; the administration, costs, and
2 potential recipients of the tax exemptions provided in chapter . . .
3 (Engrossed Substitute House Bill No. 1981), Laws of 2007; and
4 alternatives to the excise taxation of electronically delivered
5 products.

6 (v) Legislative members of the committee are reimbursed for travel
7 expenses in accordance with RCW 44.04.120. Nonlegislative members of
8 the committee, except those representing an employer or organization,
9 are entitled to be reimbursed for travel expenses in accordance with
10 RCW 43.03.050 and 43.03.060.

11 (c) The department shall report its preliminary findings and
12 recommendations to the appropriate fiscal committees of the legislature
13 by November 30, 2007. The department shall provide the final report of
14 its findings and recommendations to the appropriate fiscal committees
15 of the legislature by September 1, 2008.

16 NEW SECTION. **Sec. 137. FOR THE STATE INVESTMENT BOARD**

17 State Investment Board Expense Account--State
18 Appropriation \$19,266,000

19 NEW SECTION. **Sec. 138. FOR THE BOARD OF TAX APPEALS**

20 General Fund--State Appropriation (FY 2008) \$1,502,000
21 General Fund--State Appropriation (FY 2009) \$1,380,000
22 TOTAL APPROPRIATION \$2,882,000

23 NEW SECTION. **Sec. 139. FOR THE MUNICIPAL RESEARCH COUNCIL**

24 County Research Services Account--State Appropriation \$847,000
25 City and Town Research Services--State Appropriation \$4,458,000
26 General Fund--State Appropriation (FY 2008) \$200,000
27 General Fund--State Appropriation (FY 2009) \$200,000
28 TOTAL APPROPRIATION \$5,705,000

29 NEW SECTION. **Sec. 140. FOR THE OFFICE OF MINORITY AND WOMEN'S**
30 **BUSINESS ENTERPRISES**

31 OMWBE Enterprises Account--State Appropriation \$3,650,000

32 The appropriations in this section are subject to the following
33 conditions and limitations: \$19,000 of the OMWBE enterprise account--
34 state appropriation is provided solely to implement Engrossed

1 Substitute House Bill No. 1512 (linked deposit program). If the bill
2 is not enacted by June 30, 2007, the amount provided in this subsection
3 shall lapse.

4 *NEW SECTION. **Sec. 141. FOR THE DEPARTMENT OF GENERAL**
5 **ADMINISTRATION**

6	General Fund--State Appropriation (FY 2008)	\$577,000
7	General Fund--State Appropriation (FY 2009)	\$580,000
8	General Fund--Federal Appropriation	\$3,655,000
9	General Administration Service Account--State	
10	Appropriation	\$34,951,000
11	TOTAL APPROPRIATION	\$39,763,000

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

14 *(1) Funding within the amounts provided in this section is*
15 *sufficient to fully pay for the costs associated with relocating the*
16 *office of minority and women's business enterprises. This includes the*
17 *cost of cancelling the office's current lease, securing a new suitable*
18 *location, and physically moving the office into the new location. The*
19 *office shall not be charged for any of the costs associated with the*
20 *relocation.*

21 (2) \$100,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$100,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for the temporary emergency food
24 assistance program.

**Sec. 141 was partially vetoed. See message at end of chapter.*

25 NEW SECTION. **Sec. 142. FOR THE DEPARTMENT OF INFORMATION**
26 **SERVICES**

27	General Fund--State Appropriation (FY 2008)	\$5,102,000
28	General Fund--State Appropriation (FY 2009)	\$2,088,000
29	General Fund--Federal Appropriation	\$700,000
30	Health Services Account--State Appropriation (FY 2008)	\$1,000,000
31	Health Services Account--State Appropriation (FY 2009)	\$1,000,000
32	Public Safety and Education Account--State	
33	Appropriation (FY 2008)	\$695,000
34	Public Safety and Education Account--State	
35	Appropriation (FY 2009)	\$705,000
36	Data Processing Revolving Account--State	

1	Appropriation	\$6,400,000
2	TOTAL APPROPRIATION	\$17,690,000

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

5 (1) \$2,340,000 of the general fund--state appropriation for fiscal
6 year 2008 is provided solely to connect eastern state hospital to the
7 integrated hospital information system, which is intended to improve
8 operations and allow greater interactions between the hospital and
9 community clinics, including electronic transmission of inpatient data
10 to outpatient clinics that will provide care following discharge.
11 Connection to this network will allow consultation with specialists and
12 provide access to training for staff. Prior to any purchase of goods
13 or services, a feasibility plan must be approved by the information
14 services board.

15 (2) \$1,250,000 of the general fund--state appropriation for fiscal
16 year 2009 is provided solely to support the operations of the digital
17 learning commons.

18 (3) \$1,000,000 of the health services account appropriation for
19 fiscal year 2008 and \$1,000,000 of the health services account
20 appropriation for fiscal year 2009 are provided solely to conduct a
21 pilot project to develop an emergency medical response health
22 management record system. The department shall contract to provide
23 health management record services, such as those developed with
24 patients in Whatcom county, to provide integrated care management that
25 are web-services enabled. The record system developed by the pilot
26 project will begin to provide services to emergency medical personnel
27 within two years in at least King, Snohomish, Thurston, and Whatcom
28 counties. The requirements of the pilot project contract shall require
29 the initial development of specific evaluation criteria and a report on
30 the performance of the system according to those criteria no later than
31 June 30, 2009.

32 (4) \$1,012,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$338,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely for an evaluation of the
35 information technology infrastructure capacity for institutions
36 operated by the department of social and health services, department of
37 veterans affairs, and department of corrections. The evaluation will
38 detail the status of the participating institutions' infrastructure and

1 recommend an improvement strategy that includes the use of electronic
2 medical records. The department shall report back to the appropriate
3 committees of the legislature on its findings by January 1, 2009.

4 (5) \$250,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$250,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for deposit into the data
7 processing revolving account.

8 **NEW SECTION. Sec. 143. FOR THE INSURANCE COMMISSIONER**

9	General Fund--Federal Appropriation	\$1,574,000
10	Insurance Commissioners Regulatory Account--State	
11	Appropriation	\$45,340,000
12	TOTAL APPROPRIATION	\$46,914,000

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

15 (1) \$464,000 of the insurance commissioners regulatory account--
16 state appropriation is provided solely for implementation of Engrossed
17 Substitute Senate Bill No. 5717 (market conduct oversight). If the
18 bill is not enacted by June 30, 2007, the amount provided in this
19 subsection shall lapse.

20 (2) \$71,000 of the insurance commissioners regulatory account--
21 state appropriation is provided solely for the implementation of
22 section 17 (reduce health care administrative costs) in accordance with
23 Senate Bill No. 5930 (blue ribbon commission on health care). If the
24 section is not enacted by June 30, 2007, the amount provided in this
25 subsection shall lapse.

26 **NEW SECTION. Sec. 144. FOR THE BOARD OF ACCOUNTANCY**

27	Certified Public Accountants' Account--State	
28	Appropriation	\$2,596,000

29 **NEW SECTION. Sec. 145. FOR THE FORENSIC INVESTIGATION COUNCIL**

30	Death Investigations Account--State Appropriation	\$276,000
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31 The appropriation in this section is subject to the following
32 conditions and limitations: \$250,000 of the death investigation
33 account appropriation is provided solely for providing financial
34 assistance to local jurisdictions in multiple death investigations.
35 The forensic investigation council shall develop criteria for awarding

1 these funds for multiple death investigations involving an
2 unanticipated, extraordinary, and catastrophic event or those involving
3 multiple jurisdictions.

4 NEW SECTION. **Sec. 146. FOR THE HORSE RACING COMMISSION**

5 Horse Racing Commission Operating Account--State
6 Appropriation \$5,499,000

7 The appropriation in this section is subject to the following
8 conditions and limitations: During the 2007-2009 fiscal biennium, the
9 commission may increase license fees in excess of the fiscal growth
10 factor as provided in RCW 43.135.055.

11 NEW SECTION. **Sec. 147. FOR THE LIQUOR CONTROL BOARD**

12 General Fund--State Appropriation (FY 2008) \$1,910,000
13 General Fund--State Appropriation (FY 2009) \$1,953,000
14 Liquor Control Board Construction and Maintenance
15 Account--State Appropriation \$8,517,000
16 Liquor Revolving Account--State Appropriation \$195,858,000
17 TOTAL APPROPRIATION \$208,238,000

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

20 (1) \$91,000 of the liquor revolving account--state appropriation is
21 provided solely for the implementation of Engrossed Second Substitute
22 Senate Bill No. 5859 (retail liquor licenses). If the bill is not
23 enacted by June 30, 2007, the amount provided in this subsection shall
24 lapse.

25 (2) \$2,070,000 of the liquor revolving account--state appropriation
26 is provided solely for the liquor control board to operate an
27 additional 29 state stores on Sundays by September 1, 2007. The board
28 shall determine the impacts on sales as a result of operating the
29 additional stores on Sunday. In doing so, the liquor control board
30 shall also examine the sales of state and contract liquor stores in
31 proximity to those stores opened on Sundays to determine whether Sunday
32 openings have reduced the sales of other state and contract liquor
33 stores that are not open on Sundays. The board shall present this
34 information to the appropriate policy and fiscal committees of the
35 legislature by January 31, 2009.

1 NEW SECTION. **Sec. 148. FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS**

2 Volunteer Firefighters' and Reserve Officers'

3 Administrative Account--State Appropriation \$1,051,000

4 The appropriation in this section is subject to the following
5 conditions and limitations: \$9,000 of the volunteer firefighters' and
6 reserve officers' administrative account appropriation is provided
7 solely to implement House Bill No. 1475 (additional board members). If
8 the bill is not enacted by June 30, 2007, the amount provided in this
9 subsection shall lapse.

10 NEW SECTION. **Sec. 149. FOR THE UTILITIES AND TRANSPORTATION**

11 **COMMISSION**

12 General Fund--State Appropriation (FY 2008) \$160,000

13 Public Service Revolving Account--State

14 Appropriation \$31,403,000

15 Pipeline Safety Account--State Appropriation \$3,195,000

16 Pipeline Safety Account--Federal Appropriation \$1,535,000

17 TOTAL APPROPRIATION \$36,293,000

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

20 (1) In accordance with RCW 81.66.030, it is the policy of the state
21 of Washington that the costs of regulating the companies transporting
22 persons with special needs shall be borne by those companies. For each
23 company or class of companies covered by RCW 81.66.030, the commission
24 shall set fees at levels sufficient to fully cover the cost of
25 supervising and regulating the companies or classes of companies.
26 Pursuant to RCW 43.135.055, during the 2007-2009 fiscal biennium, the
27 commission may increase fees in excess of the fiscal growth factor if
28 the increases are necessary to fully fund the cost of supervision and
29 regulation.

30 (2) In accordance with RCW 81.70.350, it is the policy of the state
31 of Washington that the cost of regulating charter party carrier and
32 excursion service carriers shall be borne by those entities. For each
33 charter party carrier and excursion service carrier covered by RCW
34 81.70.350, the commission shall set fees at levels sufficient to fully
35 cover the cost of supervising and regulating such carriers. Pursuant
36 to RCW 43.135.055, during the 2007-2009 fiscal biennium, the commission

1 may increase fees in excess of the fiscal growth factor if the
2 increases are necessary to fully fund the cost of the program's
3 supervision and regulation.

4 (3) The general fund--state appropriation for fiscal year 2008 is
5 provided solely to conduct a survey to identify factors preventing the
6 widespread availability and use of broadband technologies. The survey
7 must collect and interpret reliable geographic, demographic, cultural,
8 and telecommunications technology information to identify broadband
9 disparities in the state. The commission shall consult appropriate
10 stakeholders in designing the survey. The names and identification
11 data of any person, household, or business participating in the survey
12 are exempt from public disclosure under chapter 42.56 RCW. The
13 commission shall report its finding to the appropriate legislative
14 committees by December 31, 2007.

15 NEW SECTION. **Sec. 150. FOR THE MILITARY DEPARTMENT**

16	General Fund--State Appropriation (FY 2008)	\$11,439,000
17	General Fund--State Appropriation (FY 2009)	\$11,812,000
18	General Fund--Federal Appropriation	\$107,611,000
19	General Fund--Private/Local Appropriation	\$2,000
20	Enhanced 911 Account--State Appropriation	\$42,114,000
21	Disaster Response Account--State Appropriation	\$12,852,000
22	Disaster Response Account--Federal Appropriation	\$55,553,000
23	Military Department Rent and Lease Account--State	
24	Appropriation	\$374,000
25	Worker and Community Right-to-Know Account--State	
26	Appropriation	\$341,000
27	Nisqually Earthquake Account--State Appropriation	\$556,000
28	Nisqually Earthquake Account--Federal Appropriation	\$1,269,000
29	TOTAL APPROPRIATION	\$243,923,000

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

32 (1) \$12,924,000 of the disaster response account--state
33 appropriation and \$55,769,000 of the disaster response account--federal
34 appropriation may be spent only on disasters declared by the governor
35 and with the approval of the office of financial management. The
36 military department shall submit a report quarterly to the office of
37 financial management and the legislative fiscal committees detailing

1 information on the disaster response account, including: (a) The
2 amount and type of deposits into the account; (b) the current available
3 fund balance as of the reporting date; and (c) the projected fund
4 balance at the end of the 2007-2009 biennium based on current revenue
5 and expenditure patterns.

6 (2) \$556,000 of the Nisqually earthquake account--state
7 appropriation and \$1,269,000 of the Nisqually earthquake account--
8 federal appropriation are provided solely for response and recovery
9 costs associated with the February 28, 2001, earthquake. The military
10 department shall submit a report quarterly to the office of financial
11 management and the legislative fiscal committees detailing earthquake
12 recovery costs, including: (a) Estimates of total costs; (b)
13 incremental changes from the previous estimate; (c) actual
14 expenditures; (d) estimates of total remaining costs to be paid; and
15 (e) estimates of future payments by biennium. This information shall
16 be displayed by fund, by type of assistance, and by amount paid on
17 behalf of state agencies or local organizations. The military
18 department shall also submit a report quarterly to the office of
19 financial management and the legislative fiscal committees detailing
20 information on the Nisqually earthquake 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 2007-2009 biennium based on current revenue
24 and expenditure patterns.

25 (3) \$61,000,000 of the general fund--federal appropriation is
26 provided solely for homeland security, subject to the following
27 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;

31 (b) This amount shall not be allotted until a spending plan is
32 reviewed by the governor's domestic security advisory group and
33 approved by the office of financial management;

34 (c) The department shall submit a quarterly report to the office of
35 financial management and the legislative fiscal committees detailing
36 the governor's domestic security advisory group recommendations;
37 homeland security revenues and expenditures, including estimates of
38 total federal funding for the state; incremental changes from the

1 previous estimate, planned and actual homeland security expenditures by
2 the state and local governments with this federal funding; and matching
3 or accompanying state or local expenditures; and

4 (d) The department shall submit a report by December 1st of each
5 year to the office of financial management and the legislative fiscal
6 committees detailing homeland security revenues and expenditures for
7 the previous fiscal year by county and legislative district.

8 (4) Within the funds appropriated in this section, the department
9 shall implement Substitute House Bill No. 1507 (uniformed service
10 shared leave).

11 (5) \$1,000,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$1,000,000 of the general fund--state appropriation for
13 fiscal year 2009 are provided solely for the military department to
14 contract with the Washington information network 2-1-1 to operate a
15 statewide 2-1-1 system. The department shall provide the entire amount
16 for 2-1-1 and shall not take any of the funds for administrative
17 purposes.

18 NEW SECTION. **Sec. 151. FOR THE PUBLIC EMPLOYMENT RELATIONS**
19 **COMMISSION**

20	General Fund--State Appropriation (FY 2008)	\$3,246,000
21	General Fund--State Appropriation (FY 2009)	\$3,353,000
22	Department of Personnel Service Account--State	
23	Appropriation	\$3,315,000
24	TOTAL APPROPRIATION	\$9,914,000

25 The appropriations in this section are subject to the following
26 conditions and limitations: \$112,000 of the general fund--state
27 appropriation for fiscal year 2008 and \$107,000 of the general fund--
28 state appropriation for fiscal year 2009 are provided solely for
29 implementation of Substitute House Bill No. 2361 (higher education
30 exempt employees). If the bill is not enacted by June 30, 2007, the
31 amounts provided in this subsection shall lapse.

32 NEW SECTION. **Sec. 152. FOR THE DEPARTMENT OF ARCHAEOLOGY AND**
33 **HISTORIC PRESERVATION**

34	General Fund--State Appropriation (FY 2008)	\$1,087,000
35	General Fund--State Appropriation (FY 2009)	\$1,033,000
36	General Fund--Federal Appropriation	\$1,651,000

1 General Fund--Private/Local Appropriation \$14,000
 2 TOTAL APPROPRIATION \$3,785,000

3 The appropriations in this section are subject to the following
 4 conditions and limitations: \$30,000 of the general fund--state
 5 appropriation for fiscal year 2008 and \$30,000 of the general fund--
 6 state appropriation for fiscal year 2009 are provided solely to
 7 implement Substitute House Bill No. 2115 (heritage barn preservation).
 8 If the bill is not enacted by June 30, 2007, the amounts provided in
 9 this subsection shall lapse.

10 NEW SECTION. **Sec. 153. FOR THE GROWTH MANAGEMENT HEARINGS BOARD**
 11 General Fund--State Appropriation (FY 2008) \$1,890,000
 12 General Fund--State Appropriation (FY 2009) \$1,942,000
 13 TOTAL APPROPRIATION \$3,832,000

14 NEW SECTION. **Sec. 154. FOR THE STATE CONVENTION AND TRADE CENTER**
 15 State Convention and Trade Center Account--State
 16 Appropriation \$36,910,000
 17 State Convention and Trade Center Operating
 18 Account--State Appropriation \$53,750,000
 19 TOTAL APPROPRIATION \$90,660,000

(End of part)

1 **PART II**
2 **HUMAN SERVICES**

3 NEW SECTION. **Sec. 201. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**
4 **SERVICES.** (1) Appropriations made in this act to the department of
5 social and health services shall initially be allotted as required by
6 this act. Subsequent allotment modifications shall not include
7 transfers of moneys between sections of this act except as expressly
8 provided in this act, nor shall allotment modifications permit moneys
9 that are provided solely for a specified purpose to be used for other
10 than that purpose.

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

27 (3) The appropriations to the department of social and health
28 services in this act shall be expended for the programs and in the
29 amounts specified in this act.

30 (4) The department is authorized to develop an integrated health
31 care program designed to slow the progression of illness and disability
32 and better manage medicaid expenditures for the aged and disabled
33 population. Under this Washington medicaid integration partnership
34 (WMIP), the department may combine and transfer such medicaid funds
35 appropriated under sections 204, 206, 208, and 209 of this act as may
36 be necessary to finance a unified health care plan for the WMIP program

1 enrollment. The WMIP pilot projects shall not exceed a daily
 2 enrollment of 13,000 persons during the 2007-2009 biennium. The amount
 3 of funding assigned to the pilot projects from each program may not
 4 exceed the average per capita cost assumed in this act for individuals
 5 covered by that program, actuarially adjusted for the health condition
 6 of persons enrolled in the pilot project, times the number of clients
 7 enrolled in the pilot project. In implementing the WMIP pilot
 8 projects, the department may: (a) Withhold from calculations of
 9 "available resources" as set forth in RCW 71.24.025 a sum equal to the
 10 capitated rate for individuals enrolled in the pilots; and (b) employ
 11 capitation financing and risk-sharing arrangements in collaboration
 12 with health care service contractors licensed by the office of the
 13 insurance commissioner and qualified to participate in both the
 14 medicaid and medicare programs. The department shall conduct an
 15 evaluation of the WMIP, measuring changes in participant health
 16 outcomes, changes in patterns of service utilization, participant
 17 satisfaction, participant access to services, and the state fiscal
 18 impact.

19 NEW SECTION. **Sec. 202. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**
 20 **SERVICES--CHILDREN AND FAMILY SERVICES PROGRAM**

21	General Fund--State Appropriation (FY 2008)	\$313,898,000
22	General Fund--State Appropriation (FY 2009)	\$327,462,000
23	General Fund--Federal Appropriation	\$468,668,000
24	General Fund--Private/Local Appropriation	\$500,000
25	Domestic Violence Prevention Account--State	
26	Appropriation	\$1,000,000
27	Public Safety and Education Account--State	
28	Appropriation (FY 2008)	\$3,251,000
29	Public Safety and Education Account--State	
30	Appropriation (FY 2009)	\$3,254,000
31	Violence Reduction and Drug Enforcement Account--State	
32	Appropriation (FY 2008)	\$2,934,000
33	Violence Reduction and Drug Enforcement Account--State	
34	Appropriation (FY 2009)	\$2,934,000
35	Pension Funding Stabilization Account--State	
36	Appropriation	\$2,298,000
37	TOTAL APPROPRIATION	\$1,126,199,000

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

3 (1) \$3,063,000 of the general fund--state appropriation for fiscal
4 year 2008 and \$3,063,000 of the general fund--state appropriation for
5 fiscal year 2009 are provided solely for the category of services
6 titled "intensive family preservation services."

7 (2) \$945,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$993,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely to contract for the operation of
10 one pediatric interim care facility. The facility shall provide
11 residential care for up to seventeen children through two years of age.
12 Seventy-five percent of the children served by the facility must be in
13 need of special care as a result of substance abuse by their mothers.
14 The facility shall also provide on-site training to biological,
15 adoptive, or foster parents. The facility shall provide at least three
16 months of consultation and support to parents accepting placement of
17 children from the facility. The facility may recruit new and current
18 foster and adoptive parents for infants served by the facility. The
19 department shall not require case management as a condition of the
20 contract.

21 (3) \$375,000 of the general fund--state appropriation for fiscal
22 year 2008, \$375,000 of the general fund--state appropriation for fiscal
23 year 2009, and \$322,000 of the general fund--federal appropriation are
24 provided solely for up to three nonfacility-based programs for the
25 training, consultation, support, and recruitment of biological, foster,
26 and adoptive parents of children through age three in need of special
27 care as a result of substance abuse by their mothers, except that each
28 program may serve up to three medically fragile nonsubstance-abuse-
29 affected children. In selecting nonfacility-based programs, preference
30 shall be given to programs whose federal or private funding sources
31 have expired or that have successfully performed under the existing
32 pediatric interim care program.

33 (4) \$125,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$125,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for a foster parent retention
36 program. This program is directed at foster parents caring for
37 children who act out sexually.

1 (5) The providers for the 31 HOPE beds shall be paid a \$1,000 base
2 payment per bed per month, and reimbursed for the remainder of the bed
3 cost only when the beds are occupied.

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

9 (7) Within amounts appropriated in this section, priority shall be
10 given to proven intervention models, including evidence-based
11 prevention and early intervention programs identified by the Washington
12 state institute for public policy and the department. The department
13 shall include information on the number, type, and outcomes of the
14 evidence-based programs being implemented in its reports on child
15 welfare reform efforts.

16 (8) \$500,000 of the general fund--state appropriation for fiscal
17 year 2008, \$500,000 of the general fund--state appropriation for fiscal
18 year 2009, and \$429,000 of the general fund--federal appropriation are
19 provided solely to increase services provided through children's
20 advocacy centers.

21 (9) \$50,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$50,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for a street youth program in
24 Spokane.

25 (10) \$41,000 of the general fund--state appropriation for fiscal
26 year 2008, \$49,000 of the general fund--state appropriation for fiscal
27 year 2009, and \$41,000 of the general fund--federal appropriation are
28 provided solely for the implementation of Substitute House Bill No.
29 1472 (child welfare). If the bill is not enacted by June 30, 2007, the
30 amounts provided in this subsection shall lapse.

31 (11) \$858,000 of the general fund--state appropriation for fiscal
32 year 2008, \$809,000 of the general fund--state appropriation for fiscal
33 year 2009, and \$715,000 of the general fund--federal appropriation are
34 provided solely to implement Engrossed Substitute Senate Bill No. 5774
35 (background checks), including sections 6 and 7. If the bill is not
36 enacted by June 30, 2007, the amounts provided in this subsection shall
37 lapse.

1 (12) \$4,962,000 of the general fund--state appropriation for fiscal
2 year 2008, \$4,586,000 of the general fund--state appropriation for
3 fiscal year 2009, and \$9,548,000 of the general fund--federal
4 appropriation are provided solely for development and implementation of
5 a statewide automated child welfare information system.

6 (13) \$126,000 of the general fund--state appropriation for fiscal
7 year 2009 and \$55,000 of the general fund--federal appropriation are
8 provided solely to implement Substitute Senate Bill No. 5321 (child
9 welfare). If the bill is not enacted by June 30, 2007, the amounts
10 provided in this subsection shall lapse.

11 (14) \$707,000 of the general fund--state appropriation for fiscal
12 year 2008, \$680,000 of the general fund--state appropriation for fiscal
13 year 2009, and \$594,000 of the general fund--federal appropriation are
14 provided solely for the implementation of Second Substitute House Bill
15 No. 1334 (child welfare proceedings). If the bill is not enacted by
16 June 30, 2007, the amounts provided in this subsection shall lapse.

17 (15) \$2,237,000 of the general fund--state appropriation for fiscal
18 year 2008, \$2,238,000 of the general fund--state appropriation for
19 fiscal year 2009, and \$1,918,000 of the general fund--federal
20 appropriation are provided solely for the implementation of Substitute
21 House Bill No. 1333 (child welfare). If the bill is not enacted by
22 June 30, 2007, the amounts provided in this subsection shall lapse.

23 (16) \$137,000 of the general fund--state appropriation for fiscal
24 year 2008, \$137,000 of the general fund--state appropriation for fiscal
25 year 2009, and \$118,000 of the general fund--federal appropriation are
26 provided solely for implementation of Substitute House Bill No. 1287
27 (foster children). If the bill is not enacted by June 30, 2007, the
28 amounts provided in this subsection shall lapse.

29 (17) \$50,000 of the general fund--state appropriation for fiscal
30 year 2008 is provided solely for the department to contract with the
31 Washington state institute for public policy to study evidence-based,
32 cost-effective programs and policies to reduce the likelihood of
33 children entering and remaining in the child welfare system, including
34 both prevention and intervention programs. If the department does not
35 receive \$100,000 in matching funds from a private organization for the
36 purpose of conducting this study, the amount provided in this
37 subsection shall lapse. The study shall be completed by April 30,
38 2008. The department shall cooperate with the institute in

1 facilitating access to data in their administrative systems. The board
2 of the Washington state institute for public policy may adjust the due
3 date for this project as necessary to efficiently manage workload.

4 (18) \$103,000 of the general fund--state appropriation for fiscal
5 year 2008, \$98,000 of the general fund--state appropriation for fiscal
6 year 2009, and \$201,000 of the general fund--federal appropriation are
7 provided solely for implementation of Engrossed Substitute House Bill
8 No. 1131 (passport to college). This includes funding to develop,
9 implement, and administer a program of educational transition planning
10 for youth in foster care as specified in the bill. If the bill is not
11 enacted by June 30, 2007, the amounts provided in this subsection shall
12 lapse.

13 (19) The department shall continue spending levels for continuum of
14 care in region one at the same level allotted during the 2005-2007
15 biennium.

16 (20) Within the amounts provided, the department shall develop and
17 implement a two-tiered reimbursement rate schedule for children from
18 birth through twenty-four months of age and children twenty-five months
19 of age through age five served by the medicaid treatment child care
20 program. The department shall work in collaboration with contracted
21 providers of the program to develop the rate schedule, taking into
22 consideration such factors as higher staff level and small group size
23 requirements for each age group. The department shall implement the
24 rate schedule no later than January 1, 2008, and neither reimbursement
25 rate in the two-tiered schedule shall be lower than the reimbursement
26 rate level from the 2007 fiscal year.

27 (21) \$60,000 of the general fund--state appropriation for fiscal
28 year 2008, \$20,000 of the general fund--state appropriation for fiscal
29 year 2009, and \$35,000 of the general fund--federal appropriation are
30 provided solely for implementation of Engrossed Substitute House Bill
31 No. 1624 (child welfare). If the bill is not enacted by June 30, 2007,
32 the amounts provided in this subsection shall lapse.

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

35	General Fund--State Appropriation (FY 2008)	\$87,795,000
36	General Fund--State Appropriation (FY 2009)	\$91,182,000
37	General Fund--Federal Appropriation	\$5,799,000

1	General Fund--Private/Local Appropriation	\$1,098,000
2	Reinvesting in Youth--State Appropriation	\$1,414,000
3	Washington Auto Theft Prevention Authority Account--	
4	State Appropriation	\$171,000
5	Violence Reduction and Drug Enforcement Account--State	
6	Appropriation (FY 2008)	\$21,458,000
7	Violence Reduction and Drug Enforcement Account--State	
8	Appropriation (FY 2009)	\$21,568,000
9	Juvenile Accountability Incentive Account--Federal	
10	Appropriation	\$2,510,000
11	Pension Funding Stabilization Account--State	
12	Appropriation	\$2,200,000
13	TOTAL APPROPRIATION	\$235,195,000

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

16 (1) \$353,000 of the violence reduction and drug enforcement account
17 appropriation for fiscal year 2008 and \$353,000 of the violence
18 reduction and drug enforcement account appropriation for fiscal year
19 2009 are provided solely for deposit in the county criminal justice
20 assistance account for costs to the criminal justice system associated
21 with the implementation of chapter 338, Laws of 1997 (juvenile code
22 revisions). The amounts provided in this subsection are intended to
23 provide funding for county adult court costs associated with the
24 implementation of chapter 338, Laws of 1997 and shall be distributed in
25 accordance with RCW 82.14.310.

26 (2) \$3,078,000 of the violence reduction and drug enforcement
27 account appropriation and \$500,000 of the general fund--state
28 appropriation for fiscal year 2008 and \$3,078,000 of the violence
29 reduction and drug enforcement account appropriation and \$500,000 of
30 the general fund--state appropriation for fiscal year 2009 are provided
31 solely for the implementation of chapter 338, Laws of 1997 (juvenile
32 code revisions). The amounts provided in this subsection are intended
33 to provide funding for county impacts associated with the
34 implementation of chapter 338, Laws of 1997 and shall be distributed to
35 counties as prescribed in the current consolidated juvenile services
36 (CJS) formula.

37 (3) \$1,030,000 of the general fund--state appropriation and
38 \$2,686,000 of the violence reduction and drug enforcement account

1 appropriation for fiscal year 2008 and \$1,030,000 of the general fund--
2 state appropriation and \$2,686,000 of the violence reduction and drug
3 enforcement account appropriation for fiscal year 2009 are provided
4 solely to implement community juvenile accountability grants pursuant
5 to chapter 338, Laws of 1997 (juvenile code revisions). Funds provided
6 in this subsection may be used solely for community juvenile
7 accountability grants, administration of the grants, and evaluations of
8 programs funded by the grants.

9 (4) \$1,506,000 of the violence reduction and drug enforcement
10 account appropriation for fiscal year 2008 and \$1,506,000 of the
11 violence reduction and drug enforcement account appropriation for
12 fiscal year 2009 are provided solely to implement alcohol and substance
13 abuse treatment programs for locally committed offenders. The juvenile
14 rehabilitation administration shall award these moneys on a competitive
15 basis to counties that submitted a plan for the provision of services
16 approved by the division of alcohol and substance abuse. The juvenile
17 rehabilitation administration shall develop criteria for evaluation of
18 plans submitted and a timeline for awarding funding and shall assist
19 counties in creating and submitting plans for evaluation.

20 (5) \$2,669,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$3,066,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely for grants to county juvenile
23 courts for the following programs identified by the Washington state
24 institute for public policy (institute) in its October 2006 report:
25 "Evidence-Based Public Policy Options to Reduce Future Prison
26 Construction, Criminal Justice Costs and Crime Rates": Functional
27 family therapy, multi-systemic therapy, aggression replacement training
28 and interagency coordination programs or other programs with a positive
29 benefit-cost finding in the institute's report. County juvenile courts
30 shall apply to the juvenile rehabilitation administration for funding
31 for program-specific participation and the administration shall provide
32 grants to the courts consistent with the per-participant treatment
33 costs identified by the institute.

34 (6) \$1,287,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$1,287,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely for expansion of the following
37 treatments and therapies in juvenile rehabilitation administration
38 programs identified by the Washington state institute for public policy

1 in its October 2006 report: "Evidence-Based Public Policy Options to
2 Reduce Future Prison Construction, Criminal Justice Costs and Crime
3 Rates": Multidimensional treatment foster care, family integrated
4 transitions and aggression replacement training. The administration
5 may concentrate delivery of these treatments and therapies at a limited
6 number of programs to deliver the treatments in a cost-effective
7 manner.

8 (7) The juvenile rehabilitation administration shall provide a
9 block grant, rather than categorical funding, of consolidated juvenile
10 services funds, community juvenile accountability act grants, the
11 chemically dependent disposition alternative, and the special sex
12 offender disposition to county juvenile courts, or groups of courts,
13 including the Pierce county juvenile court. The juvenile
14 rehabilitation administration and the family policy council shall
15 jointly write criteria for awarding and administering block grants to
16 county juvenile courts. In developing the criteria, the juvenile
17 rehabilitation administration and the family policy council shall seek
18 the advice of the Washington state institute for public policy. The
19 criteria shall address, but not be limited to:

20 (a) The selection of courts for participation in the block grant;
21 (b) The types of evidence-based programs and practices to which the
22 funds will be applied. The evidence-based programs and practices shall
23 either be consistent with those cost-beneficial options identified by
24 the Washington state institute for public policy in its October 2006
25 report: "Evidence-Based Public Policy Options to Reduce Future Prison
26 Construction, Criminal Justice Costs and Crime Rates," or be new
27 approaches that have the potential to demonstrate positive returns for
28 the taxpayer; and

29 (c) The protocols for participating courts to collect information
30 on the effectiveness of programs funded under the block grant,
31 including: (i) Developing intermediate client outcomes based on the
32 risk assessment tool currently used by juvenile courts and in
33 coordination with the juvenile rehabilitation administration; (ii)
34 reporting treatment outcomes including a process evaluation to the
35 juvenile rehabilitation administration and the family policy council by
36 June 20, 2008, and an outcome evaluation of recidivism and benefit-cost
37 results submitted within eighteen months of the initiation of the
38 treatment, when follow-up data are available. The courts shall develop

1 these evaluations in consultation with the juvenile rehabilitation
2 administration, the family policy council, and the Washington state
3 institute for public policy; and (iii) documenting the process for
4 managing block grant funds on a quarterly basis and provide this report
5 to the juvenile rehabilitation administration and the family policy
6 council.

7 (8) \$73,000 of the Washington auto theft prevention authority
8 account--state appropriation for fiscal year 2008 and \$98,000 of the
9 Washington auto theft prevention authority account--state appropriation
10 for fiscal year 2009 are provided solely for the implementation of
11 Engrossed Third Substitute House Bill No. 1001 (auto theft). If the
12 bill is not enacted by June 30, 2007, the amounts provided in this
13 subsection shall lapse.

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

16 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

17 General Fund--State Appropriation (FY 2008)	\$302,674,000
18 General Fund--State Appropriation (FY 2009)	\$312,997,000
19 General Fund--Federal Appropriation	\$380,003,000
20 General Fund--Private/Local Appropriation	\$11,948,000
21 TOTAL APPROPRIATION	\$1,007,622,000

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

24 (a) \$103,989,000 of the general fund--state appropriation for
25 fiscal year 2008 and \$104,080,000 of the general fund--state
26 appropriation for fiscal year 2009 are provided solely for persons and
27 services not covered by the medicaid program. These funds shall be
28 distributed proportionally to each regional support network's
29 percentage of the total state population.

30 (b) \$16,900,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$16,900,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely for the department and regional
33 support networks to contract for development and initial implementation
34 of high-intensity program for active community treatment (PACT) teams,
35 and other proven program approaches that the department concurs will
36 enable the regional support network to achieve significant reductions

1 during fiscal year 2008 and thereafter in the number of beds the
2 regional support network would otherwise need to use at the state
3 hospitals.

4 (c) The number of nonforensic beds allocated for use by regional
5 support networks at eastern state hospital shall be 222 per day
6 throughout fiscal year 2008. Beginning January 1, 2009, the number of
7 nonforensic beds allocated for use by regional support networks at
8 eastern state hospital shall be 192 per day. The number of nonforensic
9 beds allocated for use by regional support networks at western state
10 hospital shall be 777 per day during the first and second quarters of
11 fiscal year 2008, and 677 per day from January 2008 through August
12 2008. Beginning September 2008, the number of nonforensic beds
13 allocated for use by regional support networks at western state
14 hospital shall be 647 per day until May 2009, at which time the bed
15 allocation shall be 617 beds per day. Beginning January 2008, beds in
16 the program for adaptive living skills (PALS) are not included in the
17 preceding bed allocations. Beginning that month, the department shall
18 separately charge regional support networks for persons served in the
19 PALS program and for use of state hospital beds for short-term
20 commitments.

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

27 (e) Within amounts appropriated in this subsection, the department
28 shall contract with the Clark county regional support network for
29 development and operation of a project demonstrating collaborative
30 methods for providing intensive mental health services in the school
31 setting for severely emotionally disturbed children who are medicaid
32 eligible. Project services shall be delivered by teachers and teaching
33 assistants who qualify as, or who are under the supervision of, mental
34 health professionals meeting the requirements of chapter 275-57 WAC.
35 The department shall increase medicaid payments to the regional support
36 network by the amount necessary to cover the necessary and allowable
37 costs of the demonstration, not to exceed the upper payment limit
38 specified for the regional support network in the department's medicaid

1 waiver agreement with the federal government after meeting all other
2 medicaid spending requirements assumed in this subsection. The
3 regional support network shall provide the required nonfederal share of
4 the increased medicaid payment provided for operation of this project.

5 (f) At least \$902,000 of the federal block grant funding
6 appropriated in this subsection shall be used for the continued
7 operation of the mentally ill offender pilot program.

8 (g) \$5,000,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$5,000,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for mental health services for
11 mentally ill offenders while confined in a county or city jail and for
12 facilitating access to programs that offer mental health services upon
13 release from confinement. The department is authorized to transfer up
14 to \$418,000 of these amounts each fiscal year to the economic services
15 program for purposes of facilitating prompt access after their release
16 from confinement to medical and income assistance services for which
17 defendants and offenders may be eligible.

18 (h) \$1,500,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$1,500,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for grants for innovative mental
21 health service delivery projects. Such projects may include, but are
22 not limited to, clubhouse programs and projects for integrated health
23 care and behavioral health services for general assistance recipients.
24 These amounts shall supplement, and not supplant, local or other
25 funding currently being used for activities funded under the projects
26 authorized in this subsection.

27 (i) The department is authorized to continue to expend federal
28 block grant funds and special purpose federal grants through direct
29 contracts, rather than through contracts with regional support
30 networks, and to allocate such funds through such formulas as it shall
31 adopt.

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

35 (k) \$2,250,000 of the general fund--state appropriation for fiscal
36 year 2008, \$2,250,000 of the general fund--state appropriation for
37 fiscal year 2009, and \$4,500,000 of the general fund--federal
38 appropriation are provided solely for the continued operation of

1 community residential and support services for persons who are older
2 adults or who have co-occurring medical and behavioral disorders and
3 who have been discharged or diverted from a state psychiatric hospital.
4 These funds shall be used to serve individuals whose treatment needs
5 constitute substantial barriers to community placement, who no longer
6 require active psychiatric treatment at an inpatient hospital level of
7 care, and who no longer meet the criteria for inpatient involuntary
8 commitment. Coordination of these services will be done in partnership
9 between the mental health program and the aging and disability services
10 administration.

11 (l) \$750,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$750,000 of the general fund--state appropriation for
13 fiscal year 2009 are provided solely to continue performance-based
14 incentive contracts to provide appropriate community support services
15 for individuals with severe mental illness who were discharged from the
16 state hospitals as part of the expanding community services initiative.
17 These funds will be used to enhance community residential and support
18 services provided by regional support networks through other state and
19 federal funding.

20 (m) \$2,979,000 of the general fund--state appropriation for fiscal
21 year 2008, \$3,249,000 of the general fund--state appropriation for
22 fiscal year 2009, and \$2,040,000 of the general fund--federal
23 appropriation are provided solely to modify the department's proposed
24 new payment rates for medicaid inpatient psychiatric services. Under
25 the department's proposed rate system, effective August 1, 2007, each
26 hospital's inpatient psychiatric payment rate would have been set at a
27 percentage of that hospital's estimated per diem cost for psychiatric
28 inpatient care during the most recent rebasing year. Within the amount
29 provided in this subsection (l)(m), beginning August 1, 2007, each
30 hospital's inpatient psychiatric payment rate shall instead be set at
31 the greater of a percentage of: (i) The hospital's estimated per diem
32 cost for psychiatric inpatient care during the most recent rebasing
33 year; or (ii) the statewide average per diem cost for psychiatric
34 inpatient care during the most recent rebasing year, adjusted for
35 regional wage differences and for differences in medical education
36 costs. At least thirty days prior to implementing adjustments to
37 regional support network medicaid capitation rates and nonmedicaid
38 allocations to account for changes in psychiatric inpatient payment

1 rates, the department shall report on the proposed adjustments to the
2 appropriations committee of the house of representatives and the ways
3 and means committee of the senate.

4 (n) \$6,267,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$6,462,000 of the general fund--federal appropriation for
6 fiscal year 2009 are provided solely to increase nonmedicaid
7 psychiatric inpatient payment rates over fiscal year 2005 levels. It
8 is expected that nonmedicaid rates will be set at approximately 85
9 percent of each hospital's medicaid psychiatric inpatient rate. At
10 least thirty days prior to implementing adjustments to regional support
11 network medicaid capitation rates and nonmedicaid allocations to
12 account for changes in psychiatric inpatient payment rates, the
13 department shall report on the proposed adjustments to the
14 appropriations committee of the house of representatives and the ways
15 and means committee of the senate.

16 (o) \$7,363,000 of the general fund--state appropriation for fiscal
17 year 2008, \$15,028,000 of the general fund--state appropriation for
18 fiscal year 2009, and \$13,927,000 of the general fund--federal
19 appropriation are provided solely to increase regional support network
20 medicaid capitation rates and nonmedicaid allocations by 3.0 percent
21 effective July 1, 2007, and by an additional 3.0 percent effective July
22 1, 2008. The federal portion of these rate increases is contingent
23 upon federal approval. (i) The legislature intends and expects that
24 regional support networks and community mental health agencies will use
25 at least 67 percent of the amounts provided in this subsection(1)(o) to
26 increase compensation for direct care personnel above and beyond usual
27 and customary wage increases. To this end, regional support networks
28 shall report to the department by October 15, 2007, on planned uses of
29 the rate increases within their network area. The report shall
30 describe the direct care job classifications to which increases are to
31 be provided; the number of full-time equivalent personnel employed in
32 each classification; the annualized dollar and percentage increases to
33 be provided each classification; the annualized dollar value of the
34 direct care compensation increases provided, in total and as a
35 percentage of the total rate increase; and the number of personnel in
36 each job classification covered by a collective bargaining agreement.
37 The department shall summarize and analyze the regional plans, and
38 report findings, options, and recommendations to the legislature by

1 December 1, 2007. (ii) Regional support networks shall maintain
 2 documentation of how the rate increases have been applied. Such
 3 documentation shall be subject to audit by the department. (iii) For
 4 purposes of this subsection (1)(o), "direct care staff" means persons
 5 employed by community mental health agencies whose primary
 6 responsibility is providing direct treatment and support to people with
 7 mental illness, or whose primary responsibility is providing direct
 8 support to such staff in areas such as client scheduling, client
 9 intake, client reception, client records-keeping, and facilities
 10 maintenance.

11 (p) \$2,021,000 of the general fund--state appropriation for fiscal
 12 year 2008 and \$1,683,000 of the general fund--state appropriation for
 13 fiscal year 2009 are provided solely for the implementation of
 14 Substitute House Bill No. 1456 (mental health professionals). If the
 15 bill is not enacted by June 30, 2007, the amounts provided in this
 16 subsection shall lapse. For purposes of organizing and delivering
 17 training as required by the bill, the department may retain up to
 18 fifteen percent of the amount appropriated for fiscal year 2008, and up
 19 to ten percent of the amount appropriated for fiscal year 2009. The
 20 remainders shall be distributed to regional support networks
 21 proportional to each network's percentage of the total state
 22 population.

23 (2) INSTITUTIONAL SERVICES

24	General Fund--State Appropriation (FY 2008)	\$142,545,000
25	General Fund--State Appropriation (FY 2009)	\$139,286,000
26	General Fund--Federal Appropriation	\$146,401,000
27	General Fund--Private/Local Appropriation	\$57,064,000
28	Pension Funding Stabilization Account--State	
29	Appropriation	\$7,058,000
30	TOTAL APPROPRIATION	\$492,354,000

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

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

36 (b) \$45,000 of the general fund--state appropriation for fiscal
 37 year 2008 and \$45,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for payment to the city of
2 Lakewood for police services provided by the city at western state
3 hospital and adjacent areas.

4 (c) \$18,575,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$9,675,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely to operate on a temporary basis
7 five additional adult civil commitment wards at the state psychiatric
8 hospitals. The legislature intends for these wards to close, on a
9 phased basis, during the 2007-09 biennium as a result of targeted
10 investments in community services for persons who would otherwise need
11 care in the hospitals.

12 (d) \$125,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$125,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for safety training and for
15 protective equipment for staff at eastern and western state hospitals.
16 Protective equipment shall include shields, helmets, gloves, and body
17 protection.

18 (e) \$304,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$231,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for a community partnership
21 between western state hospital and the city of Lakewood to support
22 community policing efforts in the Lakewood community surrounding
23 western state hospital. The amounts provided in this subsection (2)(e)
24 are for the salaries, benefits, supplies, and equipment for one full-
25 time investigator, one full-time police officer, and one full-time
26 community service officer at the city of Lakewood.

27 (3) SPECIAL PROJECTS

28	General Fund--State Appropriation (FY 2008)	\$1,892,000
29	General Fund--State Appropriation (FY 2009)	\$2,192,000
30	General Fund--Federal Appropriation	\$3,195,000
31	TOTAL APPROPRIATION	\$7,279,000

32 The appropriations in this subsection are subject to the following
33 conditions and limitations: \$877,000 of the general fund--state
34 appropriation for fiscal year 2008, \$1,189,000 of the general fund--
35 state appropriation for fiscal year 2009, and \$140,000 of the general
36 fund--federal appropriation are provided solely for implementation of
37 sections 4, 7, 10, and other provisions of Second Substitute House Bill
38 No. 1088 (children's mental health). If the bill is not enacted by

1 June 30, 2007, the amounts provided in this subsection shall lapse.
2 Funds are also appropriated in sections 207 and 209 of this act for
3 implementation of 5, 8, and 11 of Second Substitute House Bill No.
4 1088.

5 (4) PROGRAM SUPPORT

6	General Fund--State Appropriation (FY 2008)	\$4,966,000
7	General Fund--State Appropriation (FY 2009)	\$5,060,000
8	General Fund--Federal Appropriation	\$7,604,000
9	TOTAL APPROPRIATION	\$17,630,000

10 The appropriations in this subsection are subject to the following
11 conditions and limitations: \$125,000 of the general fund--state
12 appropriation for fiscal year 2008, \$125,000 of the general fund--state
13 appropriation for fiscal year 2009, and \$164,000 of the general fund--
14 federal appropriation are provided solely for the institute for public
15 policy to continue the longitudinal analysis directed in chapter 334,
16 Laws of 2001 (mental health performance audit), to build upon the
17 evaluation of the impacts of chapter 214, Laws of 1999 (mentally ill
18 offenders), and to assess program outcomes and cost effectiveness of
19 the children's mental health pilot projects as required by chapter 372,
20 Laws of 2006.

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

23 (1) COMMUNITY SERVICES

24	General Fund--State Appropriation (FY 2008)	\$346,600,000
25	General Fund--State Appropriation (FY 2009)	\$373,776,000
26	General Fund--Federal Appropriation	\$633,258,000
27	Health Services Account--State Appropriation (FY 2008)	\$452,000
28	Health Services Account--State Appropriation (FY 2009)	\$452,000
29	TOTAL APPROPRIATION	\$1,354,538,000

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

32 (a) The entire health services account appropriation, \$615,000 of
33 the general fund--state appropriation for fiscal year 2008, \$892,000 of
34 the general fund--state appropriation for fiscal year 2009, and
35 \$2,546,011 of the general fund--federal appropriation are provided
36 solely for health care benefits for agency home care workers who are

1 employed through state contracts for at least twenty hours a week. The
2 state contribution to the cost of health care benefits per
3 participating worker per month shall be no greater than \$532.00 in
4 fiscal year 2008 and \$585.00 in fiscal year 2009.

5 (b) Individuals receiving family support or high school transition
6 payments as supplemental security income (SSI) state supplemental
7 payments shall not become eligible for medical assistance under RCW
8 74.09.510 due solely to the receipt of SSI state supplemental payments.

9 (c) \$4,903,000 of the general fund--state appropriation for fiscal
10 year 2008, \$9,295,000 of the general fund--state appropriation for
11 fiscal year 2009, and \$15,016,000 of the general fund--federal
12 appropriation are provided solely for community residential and support
13 services. Funding in this subsection shall be prioritized for (i)
14 residents of residential habilitation centers who are able to be
15 adequately cared for in community settings and who choose to live in
16 those community settings; (ii) clients without residential services who
17 are at immediate risk of institutionalization or in crisis; (iii)
18 children who are at risk of institutionalization or who are aging out
19 of other state services; and (iv) current home and community-based
20 waiver program clients who have been assessed as having an immediate
21 need for increased services. The department shall ensure that the
22 average cost per day for all program services other than start-up costs
23 shall not exceed \$300. In order to maximize the number of clients
24 served and ensure the cost-effectiveness of the waiver programs, the
25 department will strive to limit new client placement expenditures to 90
26 percent of the budgeted daily rate. If this can be accomplished,
27 additional clients may be served with excess funds, provided the total
28 projected carry-forward expenditures do not exceed the amounts
29 estimated. The department shall electronically report to the
30 appropriate committees of the legislature, within 45 days following
31 each fiscal year quarter, the number of persons served with these
32 additional community services, where they were residing, what kinds of
33 services they were receiving prior to placement, and the actual
34 expenditures for all community services to support these clients.

35 (d) \$2,799,000 of the general fund--state appropriation for fiscal
36 year 2008, \$5,961,000 of the general fund--state appropriation for
37 fiscal year 2009, and \$9,268,000 of the general fund--federal
38 appropriation are provided solely for expanded community services for

1 persons with developmental disabilities who also have community
2 protection issues. Funding in this subsection shall be prioritized for
3 (i) clients being diverted or discharged from the state psychiatric
4 hospitals; (ii) clients participating in the dangerous mentally ill
5 offender program; (iii) clients participating in the community
6 protection program; and (iv) mental health crisis diversion
7 outplacements. The department shall ensure that the average cost per
8 day for all program services other than start-up costs shall not exceed
9 \$349 in fiscal year 2008 and \$356 in fiscal year 2009. In order to
10 maximize the number of clients served and ensure the cost-effectiveness
11 of the waiver programs, the department will strive to limit new client
12 placement expenditures to 90 percent of the budgeted daily rate. If
13 this can be accomplished, additional clients may be served with excess
14 funds if the total projected carry-forward expenditures do not exceed
15 the amounts estimated. The department shall implement the four new
16 waiver programs such that decisions about enrollment levels and the
17 amount, duration, and scope of services maintain expenditures within
18 appropriations. The department shall electronically report to the
19 appropriate committees of the legislature, within 45 days following
20 each fiscal year quarter, the number of persons served with these
21 additional community services, where they were residing, what kinds of
22 services they were receiving prior to placement, and the actual
23 expenditures for all community services to support these clients.

24 (e) \$13,598,000 of the general fund--state appropriation for fiscal
25 year 2008, \$16,354,000 of the general fund--state appropriation for
26 fiscal year 2009, and \$8,579,000 of the general fund--federal
27 appropriation are provided solely for family support programs for
28 individuals with developmental disabilities. Of the amounts provided
29 in this subsection (e), \$1,096,000 of the general fund--state
30 appropriation for fiscal year 2008 and \$3,852,000 of the general fund--
31 state appropriation for fiscal year 2009 are for state-only services
32 for individuals with developmental disabilities, as described in Second
33 Substitute Senate Bill No. 5467 (developmental disabilities). By
34 January 1, 2008, and by November 1, 2008, the department shall provide
35 a status report to the appropriate policy and fiscal committees of the
36 legislature on the individual and family services program for people
37 with developmental disabilities, which shall include the following

1 information: The number of applicants for funding; the total number of
2 awards; the number and amount of both annual and one-time awards,
3 broken down by household income levels; and the purpose of the awards.

4 (f) \$1,577,000 of the general fund--state appropriation for fiscal
5 year 2008, \$3,480,000 of the general fund--state appropriation for
6 fiscal year 2009, and \$2,105,000 of the general fund--federal
7 appropriation are provided solely for employment and day services.
8 Priority consideration for this new funding shall be young adults with
9 developmental disabilities living with their family who need employment
10 opportunities and assistance after high school graduation. Services
11 shall be provided for both waiver and nonwaiver clients. In order to
12 maximize the number of clients served, the department may serve
13 additional nonwaiver clients with unspent funds for waiver clients,
14 provided the total projected carry-forward expenditures do not exceed
15 the amounts estimated.

16 (g) \$160,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$140,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for the implementation of Second
19 Substitute Senate Bill No. 5467 (developmental disabilities). If the
20 bill is not enacted by June 30, 2007, the amounts provided in this
21 subsection shall lapse.

22 (h) The department shall collect data from the counties related to
23 employment services. This data shall include, but not necessarily be
24 limited to, information pertaining to: (i) The average length of time
25 clients utilize job coaching services, (ii) the percentage of clients
26 utilizing job coaching services from zero to three months, four to six
27 months, seven to nine months, ten to twelve months, and twelve months
28 or more, (iii) within the monthly grouping, the percentage of clients
29 utilizing job coaching services from zero to five hours per week, five
30 to ten hours per week, ten to twenty hours per week, and twenty or more
31 hours per week. This data shall be provided to the appropriate policy
32 committees of the legislature by December 1, 2007.

33 (i) Amounts appropriated in this subsection are sufficient to
34 increase provider payment rates by 6.0 percent, effective July 1, 2007,
35 and by an additional 2.0 percent, effective July 1, 2008, for boarding
36 homes, including those currently receiving exceptional care rates; and
37 by 3.2 percent, effective July 1, 2007, and by an additional 2.0

1 percent, effective July 1, 2008, for adult family homes, including
2 those currently receiving exceptional care rates.

3 (2) INSTITUTIONAL SERVICES

4	General Fund--State Appropriation (FY 2008)	\$78,765,000
5	General Fund--State Appropriation (FY 2009)	\$80,873,000
6	General Fund--Federal Appropriation	\$171,836,000
7	General Fund--Private/Local Appropriation	\$21,613,000
8	Pension Funding Stabilization Account--State	
9	Appropriation	\$5,614,000
10	TOTAL APPROPRIATION	\$358,701,000

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

13 (a) The developmental disabilities program is authorized to use
14 funds appropriated in this section to purchase goods and supplies
15 through direct contracting with vendors when the program determines it
16 is cost-effective to do so.

17 (b) \$100,000 of the general fund--state appropriation for fiscal
18 year 2008 and \$100,000 of the general fund--state appropriation for
19 fiscal year 2009 are provided solely for services provided to community
20 clients provided by licensed professionals at the state rehabilitation
21 centers. The division shall submit claims for reimbursement for
22 services provided to clients living in the community to medical
23 assistance or third-party health care coverage, as appropriate, and
24 shall implement a system for billing clients without coverage.

25 (3) PROGRAM SUPPORT

26	General Fund--State Appropriation (FY 2008)	\$2,273,000
27	General Fund--State Appropriation (FY 2009)	\$2,377,000
28	General Fund--Federal Appropriation	\$2,821,000
29	TOTAL APPROPRIATION	\$7,471,000

30 The appropriations in this subsection are subject to the following
31 conditions and limitations: As part of the needs assessment
32 instrument, the department shall collect data on family income for
33 minor children with developmental disabilities and all individuals who
34 are receiving state-only funded services. The department shall ensure
35 that this information is collected as part of the client assessment
36 process.

37 (4) SPECIAL PROJECTS

1	General Fund--State Appropriation (FY 2008)	\$17,000
2	General Fund--State Appropriation (FY 2009)	\$15,000
3	General Fund--Federal Appropriation	\$16,843,000
4	TOTAL APPROPRIATION	\$16,875,000

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

7	General Fund--State Appropriation (FY 2008)	\$699,089,000
8	General Fund--State Appropriation (FY 2009)	\$741,478,000
9	General Fund--Federal Appropriation	\$1,539,010,000
10	General Fund--Private/Local Appropriation	\$19,563,000
11	Pension Funding Stabilization Account--State	
12	Appropriation	\$1,448,000
13	Health Services Account--State Appropriation (FY 2008) . . .	\$2,444,000
14	Health Services Account--State Appropriation (FY 2009) . . .	\$2,444,000
15	Traumatic Brain Injury Account--State Appropriation	\$440,000
16	TOTAL APPROPRIATION	\$3,005,916,000

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

19 (1) The entire health services account appropriation, \$10,456,000
20 of the general fund--state appropriation for fiscal year 2008,
21 \$11,370,000 of the general fund--state appropriation for fiscal year
22 2009, and \$26,778,000 of the general fund--federal appropriation are
23 provided solely for health care benefits for agency home care workers
24 who are employed through state contracts for at least twenty hours a
25 week. The state contribution to the cost of health care benefits per
26 eligible participating worker per month shall be no greater than
27 \$532.00 in fiscal year 2008 and \$585.00 per month in fiscal year 2009.

28 (2) For purposes of implementing chapter 74.46 RCW, the weighted
29 average nursing facility payment rate shall not exceed \$158.11 for
30 fiscal year 2008 and shall not exceed \$164.18 for fiscal year 2009.
31 For all nursing facilities, the direct care, therapy care, support
32 services, and operations component rates established in accordance with
33 chapter 74.46 RCW shall be adjusted for economic trends and conditions
34 by 3.2 percent effective July 1, 2007.

35 (3) In accordance with chapter 74.46 RCW, the department shall
36 issue certificates of capital authorization that result in up to
37 \$16,000,000 of increased asset value completed and ready for occupancy

1 in fiscal year 2008; up to \$16,000,000 of increased asset value
2 completed and ready for occupancy in fiscal year 2009; and up to
3 \$16,000,000 of increased asset value completed and ready for occupancy
4 in fiscal year 2010.

5 (4) Adult day health services shall not be considered a duplication
6 of services for persons receiving care in long-term care settings
7 licensed under chapter 18.20, 72.36, or 70.128 RCW.

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

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

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

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

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

25 (6) \$1,840,000 of the general fund--state appropriation for fiscal
26 year 2008 and \$1,877,000 of the general fund--state appropriation for
27 fiscal year 2009 are provided solely for operation of the volunteer
28 chore services program.

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

35 (8) \$125,000 of the general fund--state appropriation for fiscal
36 year 2008, \$125,000 of the general fund--state appropriation for fiscal
37 year 2009, and \$250,000 of the general fund--federal appropriation are
38 provided solely for the implementation of Engrossed Second Substitute

1 Senate Bill No. 5930 (blue ribbon commission on health care). If the
2 bill is not enacted by June 30, 2007, the amounts provided in this
3 subsection shall lapse.

4 (9)(a) \$8,755,000 of the general fund--state appropriation for
5 fiscal year 2009 and \$9,348,000 of the general fund--federal
6 appropriation are provided solely to increase nursing facility payment
7 rates.

8 (b) \$125,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$125,000 of the general fund--federal appropriation are
10 provided solely for the department to contract with an outside entity
11 to review the current medicaid payment methodology for nursing
12 facilities and make recommendations for revisions to, restructuring of,
13 or replacement of the existing payment methodology no later than
14 October 1, 2007, to the governor and the appropriate fiscal and policy
15 committees of the legislature.

16 (c) A joint legislative task force on long-term care residential
17 facility payment systems shall review and develop recommendations
18 related to payment methodologies for the care of medicaid-eligible
19 residents of nursing homes, boarding homes, and adult family homes in
20 Washington state.

21 (i) Membership of the task force shall consist of eight
22 legislators. The president of the senate shall appoint two members
23 from each of the two largest caucuses of the senate. The speaker of
24 the house of representatives shall appoint two members of each of the
25 two largest caucuses of the house of representatives. Each body shall
26 select representatives from committees with jurisdiction over health
27 and long-term care and fiscal matters.

28 (ii) The task force shall give strong consideration to the
29 following principles in the course of its deliberations:

30 (A) A continuum of residential care settings should be available to
31 medicaid-eligible vulnerable adults so as to honor consumer choice;

32 (B) Payment methodologies for care provided in adult family homes,
33 boarding homes, and nursing homes should be based upon resident acuity,
34 with payment rates that recognize the impact of differing state and
35 federal regulatory requirements upon facility costs, but also address
36 current disparities in payments to facilities serving residents with
37 similar nursing or personal care needs;

1 (C) Payment methodologies should be designed to support retention
2 of qualified direct care staff through training, wages, and benefits
3 offered to direct care staff, with special consideration given to
4 nursing homes, boarding homes, and adult family homes that care for a
5 disproportionate number of medicaid-eligible residents relative to
6 their peer facilities;

7 (D) Performance measures related to critical issues such as staff
8 retention and resident outcomes should be developed, with payment
9 linked to facility performance on the measures; and

10 (E) Payment methodologies should be simplified, with greater
11 predictability and stability in payments.

12 (iii) The task force shall:

13 (A) Review and consider the recommendations submitted in accordance
14 with (b) of this subsection;

15 (B) Consider input from long-term care stakeholders with respect to
16 the principles in (c)(ii) of this subsection;

17 (C) Review the current payment methodologies for nursing homes,
18 boarding homes, and adult family homes, giving strong consideration to
19 the principles in (c)(ii) of this subsection, and make recommendations
20 for revisions to, restructuring of, or replacement of existing payment
21 methodologies. The recommendations related to payments made in fiscal
22 year 2009 shall be consistent with the amounts appropriated in this
23 subsection.

24 (iv) The task force shall complete its review and submit its
25 recommendations to the appropriate policy and fiscal committees of the
26 legislature by December 31, 2007.

27 (v) Staff support for the task force shall be provided by senate
28 committee services and the house of representatives office of program
29 research.

30 (vi) Legislative members of the task force shall be reimbursed for
31 travel expenses in accordance with RCW 44.04.120.

32 (vii) The expenses of the task force shall be paid jointly by the
33 senate and the house of representatives. Task force expenditures are
34 subject to approval by the senate facilities and operations committee
35 and the house of representatives executive rules committees, or their
36 successor committees.

37 (viii) The task force expires December 31, 2007.

1 (10) Within amounts appropriated in this section, the department is
2 authorized to expand the number of boarding homes and adult family
3 homes that receive exceptional care rates for persons with Alzheimer's
4 disease and related dementias who might otherwise require nursing home
5 care. The department may expand the number of licensed boarding home
6 facilities that specialize in caring for such conditions by up to 100
7 beds. Effective July 1, 2008, the department shall be authorized to
8 provide adult family homes that specialize in caring for such
9 conditions with exceptional care rates for up to 50 beds. The
10 department will develop standards for adult family homes to qualify for
11 such exceptional care rates in order to enhance consumer choice.

12 (11) \$500,000 of the general fund--state appropriation for fiscal
13 year 2008, \$500,000 of the general fund--state appropriation for fiscal
14 year 2009, and \$816,000 of the general fund--federal appropriation are
15 provided solely for the implementation of Engrossed Substitute House
16 Bill No. 2111 (adult family homes). If the bill is not enacted by June
17 30, 2007, the amounts provided in this subsection shall lapse.

18 (12) \$440,000 of the traumatic brain injury account--state
19 appropriation is provided solely for the implementation of Second
20 Substitute House Bill No. 2055 (traumatic brain injury). If the bill
21 is not enacted by June 30, 2007, the amount provided in this subsection
22 shall lapse.

23 (13) Within amounts appropriated in this section and in section 205
24 of this act, the department of social and health services shall:

25 (a) Determine how geographic differences in community residential
26 provider payments affect provider and workforce turnover;

27 (b) Examine alternative community residential provider payment
28 systems that account for differences in direct care labor costs in
29 various areas of the state, including alternative peer groupings in its
30 payment systems that take such factors into account; and

31 (c) Submit a report of its findings and recommendations to the
32 office of financial management and to the appropriate fiscal committees
33 of the legislature by June 30, 2008.

34 (14) Amounts appropriated in this section are sufficient to
35 increase provider payment rates by 6.0 percent, effective July 1, 2007,
36 and by an additional 2.0 percent, effective July 1, 2008, for boarding
37 homes, including those currently receiving exceptional care rates; and

1 by 3.2 percent, effective July 1, 2007, and by an additional 2.0
2 percent, effective July 1, 2008, for adult family homes, including
3 those currently receiving exceptional care rates.

4 (15) \$100,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$100,000 of the general fund--federal appropriation are
6 provided solely for the department contract for an evaluation of
7 training requirements for long-term care workers as generally described
8 in Second Substitute House Bill No. 2284 (training of care providers).

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

11	General Fund--State Appropriation (FY 2008)	\$592,774,000
12	General Fund--State Appropriation (FY 2009)	\$627,148,000
13	General Fund--Federal Appropriation	\$1,053,264,000
14	General Fund--Private/Local Appropriation	\$27,920,000
15	Pension Funding Stabilization Account--State	
16	Appropriation	\$4,592,000
17	TOTAL APPROPRIATION	\$2,305,698,000

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

20 (1) \$334,377,000 of the general fund--state appropriation for
21 fiscal year 2008, \$347,597,000 of the general fund--state appropriation
22 for fiscal year 2009, and \$827,774,000 of the general fund--federal
23 appropriation are provided solely for all components of the WorkFirst
24 program. Within the amounts provided for the WorkFirst program, the
25 department may provide assistance using state-only funds for families
26 eligible for temporary assistance for needy families. Within the
27 amounts provided for the WorkFirst program, the department shall:

28 (a) Establish a post-TANF work transition program;

29 (b) Continue to implement WorkFirst program improvements that are
30 designed to achieve progress against outcome measures specified in RCW
31 74.08A.410. Outcome data regarding job retention and wage progression
32 shall be reported quarterly to appropriate fiscal and policy committees
33 of the legislature for families who leave assistance, measured after 12
34 months, 24 months, and 36 months. The department shall also report the
35 percentage of families who have returned to temporary assistance for
36 needy families after 12 months, 24 months, and 36 months;

1 (c) Submit a report by October 1, 2007, to the fiscal committees of
2 the legislature containing a spending plan for the WorkFirst program.
3 The plan shall identify how spending levels in the 2007-2009 biennium
4 will be adjusted to stay within available federal grant levels and the
5 appropriated state-fund levels;

6 (d) Provide quarterly fiscal reports to the office of financial
7 management and the legislative fiscal committees detailing information
8 on the amount expended from general fund--state and general fund--
9 federal by activity;

10 (2) Up to \$250,000 of the general fund--state appropriation for
11 fiscal year 2008 and \$250,000 of the general fund--state appropriation
12 for fiscal year 2009 of the amounts in subsection (1) of this section
13 are for the WorkFirst pathway to engagement program. The department
14 shall collaborate with community partners and represented staff to
15 identify additional services needed for WorkFirst clients in sanction
16 status. The department shall contract with qualified community-based
17 organizations to deliver such services, provided that such services are
18 complimentary to the work of the department and are not intended to
19 supplant existing staff or services. The department shall also
20 contract with community-based organizations for the provision of
21 services for WorkFirst clients who have been terminated after six
22 months of sanction. Contracts established pursuant to this subsection
23 shall have a performance-based component and shall include both
24 presanction termination and postsanction termination services. Clients
25 shall be able to choose whether or not to accept the services. The
26 department shall develop outcome measures for the program related to
27 outreach and reengagement, reduction of barriers to employment, and
28 client feedback and satisfaction. Nothing in this subsection is
29 intended to modify a collective bargaining agreement under chapter
30 41.80 RCW or to change the state's responsibility under chapter 41.80
31 RCW. The department shall report to the appropriate policy and fiscal
32 committees of the legislature by December 1, 2007, on program
33 implementation and outcomes. The department also shall report on
34 implementation of specialized caseloads for clients in sanction status,
35 including average caseload size, referral process and criteria, and
36 expected outcomes for specialized caseloads.

37 (3) \$210,000 of the general fund--state appropriation for fiscal
38 year 2008, \$187,000 of the general fund--state appropriation for fiscal

1 year 2009, and \$396,000 of the general fund--federal appropriation are
2 provided solely for implementation of section 8 of Second Substitute
3 House Bill No. 1088 (children's mental health). If the bill is not
4 enacted by June 30, 2007, the amounts provided in this subsection shall
5 lapse.

6 (4) \$152,000 of the general fund--state appropriation for fiscal
7 year 2008, \$96,000 of the general fund--state appropriation for fiscal
8 year 2009, and \$482,000 of the general fund--federal appropriation are
9 provided solely for implementation of Second Substitute House Bill No.
10 1009 (child support schedule). If the bill is not enacted by June 30,
11 2007, the amounts provided in this subsection shall lapse.

12 (5) \$750,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$750,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely to increase naturalization
15 services. These amounts shall supplement and not supplant state and
16 federal resources currently provided by the department for this
17 purpose.

18 (6) \$1,500,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$1,500,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely to increase limited English
21 proficiency pathway services. These amounts shall supplement and not
22 supplant state and federal resources currently provided by the
23 department for this purpose.

24 (7) \$250,000 of the general fund--state appropriation for fiscal
25 year 2008, \$5,782,000 of the general fund--state appropriation for
26 fiscal year 2009, and \$6,431,000 of the general fund--federal
27 appropriation are provided solely for implementation of Substitute
28 Senate Bill No. 5244 (deficit reduction act). If the bill is not
29 enacted by June 30, 2007, the amounts provided in this subsection shall
30 lapse.

31 (8) Within amounts appropriated in this section, the department
32 shall: (a) Increase the state supplemental payment by \$1.77 per month
33 beginning July 1, 2007, and by an additional \$1.83 per month beginning
34 July 1, 2008, for SSI clients who reside in nursing facilities,
35 residential habilitation centers, or state hospitals and who receive a
36 personal needs allowance; and (b) decrease other state supplemental
37 payments.

1 (9) \$100,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$100,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely to the department for the data
4 tracking provisions specified in sections 701 and 702 of Second
5 Substitute Senate Bill No. 5470 (dissolution proceedings). If the
6 bill is not enacted by June 30, 2007, the amounts provided in this
7 subsection shall lapse.

8 (10) \$1,552,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$1,552,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for implementation of Second
11 Substitute Senate Bill No. 6016 (workfirst program). If the bill is
12 not enacted by June 30, 2007, the amounts provided in this subsection
13 shall lapse.

14 (11) \$50,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$50,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely to the department to award grants
17 to small mutual assistance associations or small community-based
18 organizations that contract with the department for immigrant and
19 refugee assistance services. The funds shall be awarded to demonstrate
20 the impact of providing funding for a case worker in the community
21 organization on the refugees' economic self-sufficiency through the
22 effective use of social services, and financial and medical assistance.

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

25	General Fund--State Appropriation (FY 2008)	\$69,445,000
26	General Fund--State Appropriation (FY 2009)	\$69,663,000
27	General Fund--Federal Appropriation	\$138,942,000
28	General Fund--Private/Local Appropriation	\$632,000
29	Criminal Justice Treatment Account--State Appropriation .	\$17,752,000
30	Violence Reduction and Drug Enforcement Account--State	
31	Appropriation (FY 2008)	\$24,538,000
32	Violence Reduction and Drug Enforcement Account--State	
33	Appropriation (FY 2009)	\$24,538,000
34	Problem Gambling Account--State	
35	Appropriation	\$1,567,000
36	Public Safety and Education Account--State	
37	Appropriation (FY 2008)	\$1,044,000

1 Public Safety and Education Account--State
2 Appropriation (FY 2009) \$1,043,000
3 Pension Funding Stabilization Account--State
4 Appropriation \$146,000
5 TOTAL APPROPRIATION \$349,310,000

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

8 (1) \$2,786,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$2,785,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for the parent child assistance
11 program. The department shall contract with the University of
12 Washington and community-based providers for the provision of this
13 program. For all contractors, indirect charges for administering the
14 program shall not exceed ten percent of the total contract amount.

15 (2) \$11,113,000 of the general fund--state appropriation for fiscal
16 year 2008, \$14,490,000 of the general fund--state appropriation for
17 fiscal year 2009, and \$14,269,000 of the general fund--federal
18 appropriation are provided solely for the expansion of chemical
19 dependency treatment services for adult medicaid eligible and general
20 assistance-unemployable patients authorized under the 2005-07 biennial
21 appropriations act. By September 30, 2007, the department shall submit
22 an expenditure and program report relating to the patients receiving
23 treatment and other services pursuant to the funding provided in this
24 subsection (2), as well as to other patients receiving treatment funded
25 by the department. The report shall be submitted to the office of
26 financial management and the appropriate policy and fiscal committees
27 of the legislature. Subsequent updates to this report shall be
28 provided by January 31 and July 31 of each fiscal year of the 2007-09
29 biennium. The reports shall include, but not necessarily be limited
30 to, the following information: (a) The number and demographics
31 (including categories) of patients served; (b) geographic distribution;
32 (c) modality of treatment services provided (i.e. residential or
33 out-patient); (d) treatment completion rates; (e) funds spent; and (f)
34 where applicable, the estimated cost offsets in medical assistance on
35 a total and per patient basis.

36 (3) \$698,000 of the general fund--state appropriation for fiscal
37 year 2008, \$698,000 of the general fund--state appropriation for fiscal
38 year 2009, and \$154,000 of the general fund--federal appropriation are

1 provided solely for the expansion authorized under the 2005-07 biennial
2 appropriations act of chemical dependency treatment services for minors
3 who are under 200 percent of the federal poverty level. The department
4 shall monitor the number and type of clients entering treatment, for
5 purposes of determining potential cost offsets.

6 (4) \$250,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$250,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely for the department to contract for
9 the following: (a) A pilot program in Pierce county for family
10 therapeutic court services that include chemical dependency treatment
11 with use of the prometa protocol; and (b) an independent evaluator to
12 evaluate the efficacy of the treatment with the prometa protocol under
13 the pilot program as compared to other drug treatment and to no
14 treatment.

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

17	General Fund--State Appropriation (FY 2008)	\$1,589,266,000
18	General Fund--State Appropriation (FY 2009)	\$1,665,304,000
19	General Fund--Federal Appropriation	\$4,305,197,000
20	General Fund--Private/Local Appropriation	\$2,000,000
21	Emergency Medical Services and Trauma Care Systems	
22	Trust Account--State Appropriation	\$15,076,000
23	Health Services Account--State Appropriation (FY 2008) .	\$350,259,000
24	Health Services Account--State Appropriation (FY 2009) .	\$385,215,000
25	Pension Funding Stabilization Account--State	
26	Appropriation	\$646,000
27	TOTAL APPROPRIATION	\$8,312,963,000

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

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

36 (2) In determining financial eligibility for medicaid-funded

1 services, the department is authorized to disregard recoveries by
2 Holocaust survivors of insurance proceeds or other assets, as defined
3 in RCW 48.104.030.

4 (3) Sufficient amounts are appropriated in this section for the
5 department to continue podiatry services for medicaid-eligible adults.

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

9 (5) In accordance with RCW 74.46.625, \$6,000,000 of the general
10 fund--federal appropriation is provided solely for supplemental
11 payments to nursing homes operated by public hospital districts. The
12 public hospital district shall be responsible for providing the
13 required nonfederal match for the supplemental payment, and the
14 payments shall not exceed the maximum allowable under federal rules.
15 It is the legislature's intent that the payments shall be supplemental
16 to and shall not in any way offset or reduce the payments calculated
17 and provided in accordance with part E of chapter 74.46 RCW. It is the
18 legislature's further intent that costs otherwise allowable for rate-
19 setting and settlement against payments under chapter 74.46 RCW shall
20 not be disallowed solely because such costs have been paid by revenues
21 retained by the nursing home from these supplemental payments.

22 (6) \$1,111,000 of the health services account appropriation for
23 fiscal year 2008, \$1,110,000 of the health services account
24 appropriation for fiscal year 2009, \$5,402,000 of the general fund--
25 federal appropriation, \$1,590,000 of the general fund--state
26 appropriation for fiscal year 2008, and \$1,591,000 of the general
27 fund--state appropriation for fiscal year 2009 are provided solely for
28 grants to rural hospitals. The department shall distribute the funds
29 under a formula that provides a relatively larger share of the
30 available funding to hospitals that (a) serve a disproportionate share
31 of low-income and medically indigent patients and (b) have relatively
32 smaller net financial margins, to the extent allowed by the federal
33 medicaid program.

34 (7) \$10,546,000 of the health services account appropriation for
35 fiscal year 2008, \$10,546,000 of the health services account--state
36 appropriation for fiscal year 2009, and \$19,725,000 of the general
37 fund--federal appropriation are provided solely for grants to nonrural
38 hospitals. The department shall distribute the funds under a formula

1 that provides a relatively larger share of the available funding to
2 hospitals that (a) serve a disproportionate share of low-income and
3 medically indigent patients and (b) have relatively smaller net
4 financial margins, to the extent allowed by the federal medicaid
5 program.

6 (8) The department shall continue the inpatient hospital certified
7 public expenditures program for the 2007-2009 biennium. The program
8 shall apply to all public hospitals, including those owned or operated
9 by the state, except those classified as critical access hospitals or
10 state psychiatric institutions. The department shall submit a report
11 to the governor and legislature by November 1, 2007, that evaluates
12 whether savings continue to exceed costs for this program. If the
13 certified public expenditures program in its current form is no longer
14 cost-effective to maintain, the department shall submit a report to the
15 governor and legislature detailing cost-effective alternative uses of
16 local, state, and federal resources as a replacement for this program.
17 During fiscal year 2008 and fiscal year 2009, hospitals in the program
18 shall be paid and shall retain (a) one hundred percent of the federal
19 portion of the allowable hospital cost for each medicaid inpatient fee-
20 for-service claim payable by medical assistance; and (b) one hundred
21 percent of the federal portion of the maximum disproportionate share
22 hospital payment allowable under federal regulations. Inpatient
23 medicaid payments shall be established using an allowable methodology
24 that approximates the cost of claims submitted by the hospitals.
25 Payments made to each hospital in the program in each fiscal year of
26 the biennium shall be compared to a baseline amount that is the total
27 of (a) the total payment for claims for services rendered during the
28 fiscal year calculated according to the methodology employed by the
29 legislature in the omnibus appropriations act for implementation in
30 fiscal year 2008 and (b) disproportionate share hospital payment
31 amounts paid to and retained by each hospital during fiscal year 2005
32 that pertain to fiscal year 2005. If payments during the fiscal year
33 exceed the hospital's baseline amount, no additional payments will be
34 made to the hospital except the federal portion of allowable
35 disproportionate share hospital payments for which the hospital can
36 certify allowable match. If payments during the fiscal year are less
37 than the baseline amount, the hospital will be paid a state grant equal
38 to the difference between payments during the fiscal year and the

1 applicable baseline amount. Payment of the state grant shall be made
2 in the applicable fiscal year and is subject to an interim cost
3 settlement within eleven months after the end of the fiscal year. A
4 final cost settlement shall be performed within two years after the end
5 of the related fiscal year. To the extent that a final cost settlement
6 determines that a hospital has received funds in excess of what it
7 would have received under the methodology in place in fiscal year 2008
8 as described in this subsection, the hospital must repay these amounts
9 to the state when requested. \$74,066,000 of the general fund--state
10 appropriation for fiscal year 2008, of which \$6,570,000 is appropriated
11 in section 204(1) of this act and the balance in this section, and
12 \$59,776,000 of the general fund--state appropriation for fiscal year
13 2009, of which \$6,570,000 is appropriated in section 204(1) of this act
14 and the balance in this section, are provided solely for state grants
15 for the participating hospitals.

16 (9) \$7,314,000 of the general fund--state appropriation for fiscal
17 year 2008, \$7,800,000 of the general fund--state appropriation for
18 fiscal year 2009, and \$48,995,000 of the general fund--federal
19 appropriation are provided solely for development and implementation of
20 a replacement system for the existing medicaid management information
21 system. The amounts are conditioned on the department satisfying the
22 requirements of section 902 of this act.

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

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

30 (12) The legislature affirms that it is in the state's interest for
31 Harborview medical center to remain an economically viable component of
32 the state's health care system.

33 (13) The department shall, within available resources, continue
34 operation of the medical care services care management pilot project
35 for clients receiving general assistance benefits in King and Pierce
36 counties. The project may use a full or partial capitation model that
37 includes a mechanism for shared savings.

1 (14) \$1,688,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$1,689,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely to incorporate a mental health
4 service component to the pilot project established pursuant to
5 subsection (13) of this section. Addition of the mental health service
6 component authorized in this subsection is contingent upon the managed
7 care contractor or the participating counties providing, alone or in
8 combination, matching funds in cash or in kind, in an amount equal to
9 one-ninth of the amounts appropriated in this subsection. The mental
10 health service component may include care coordination, mental health
11 services, and integrated medical and mental health service delivery for
12 general assistance clients with mental health disorders, as well as
13 primary care provider training and education. The department shall
14 provide a report to the appropriate committees of the legislature by
15 January 1, 2009, on costs, savings, and any outcomes or quality
16 measures associated with the pilot projects during calendar year 2007
17 and 2008. To the extent possible, the report shall address any impact
18 that the mental health services component has had upon clients' use of
19 medical services, including but not limited to primary care physician's
20 visits, emergency room utilization, and prescription drug utilization.

21 (15) \$341,000 of the health services account appropriation for
22 fiscal year 2008, \$1,054,000 of the health services account
23 appropriation for fiscal year 2009, and \$1,461,000 of the general
24 fund--federal appropriation are provided solely to implement Second
25 Substitute House Bill No. 1201 (foster care youth medical). If the
26 bill is not enacted by June 30, 2007, the amounts provided in this
27 subsection shall lapse.

28 (16) \$6,529,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$6,651,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely to provide full benefit dual
31 eligible beneficiaries with medicare part D prescription drug copayment
32 coverage in accordance with chapter 3, Laws of 2007 (part D copayment
33 drug program).

34 (17) The department shall conduct a study to determine the
35 financial impact associated with continuing to cover brand name
36 medications versus the same medication in its generic form. The study
37 shall account for all rebates paid to the state on each product studied

1 up until the point where the generic form is less expensive, net of
2 federally required rebates. The department shall submit its report to
3 the legislative fiscal committees by December 1, 2007.

4 (18) \$198,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$268,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the first two years of a four-
7 year project by the Seattle-King county health department to improve
8 management of symptoms and reduce complications related to asthma among
9 medicaid eligible children. The department shall contract with the
10 Seattle-King county health department to have trained community health
11 workers visit medicaid eligible children in their homes to identify and
12 reduce exposure to asthma triggers, improve clients' self-management
13 skills, and coordinate clients' care with their primary care and
14 specialty providers. The contract shall include an evaluation of the
15 impact of the services provided under the contract on urgent
16 physician's visits, emergency room utilization, and inpatient
17 hospitalization.

18 (19) \$2,450,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$1,950,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for development and implementation
21 of an outreach program as provided in chapter 5, Laws of 2007 (Second
22 Substitute Senate Bill No. 5093, health services for children). By
23 December 15, 2007, the department shall provide a report to the
24 appropriate committees of the legislature on the progress of
25 implementing the following activities:

26 (a) Feasibility study and implementation plan to develop online
27 application capability that is integrated with the department's
28 automated client eligibility system;

29 (b) Development of data linkages with the office of superintendent
30 of public instruction for free and reduced-price lunch enrollment
31 information and the department of early learning for child care subsidy
32 program enrollment information;

33 (c) Informing insurers and providers when their enrollees'
34 eligibility is going to expire so insurers and providers can help
35 families reenroll;

36 (d) Outreach contracts with local governmental entities, community
37 based organizations, and tribes;

1 (e) Results of data sharing with outreach contractors, and other
2 contracted entities such as local governments, community-based
3 organizations, tribes, health care providers, and insurers to engage,
4 enroll, and reenroll identified children;

5 (f) Results of efforts to maximize federal matching funds, wherever
6 possible; and

7 (g) Plans for sustaining outreach programs proven to be successful.

8 (20) \$640,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$616,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely to:

11 (a) Pay the premiums associated with enrollment in a medicare
12 advantage plan for those full benefit dual eligible beneficiaries, as
13 defined in RCW 74.09.010, who were enrolled on or before November 14,
14 2006 in a medicare advantage plan sponsored by an entity accredited by
15 the national committee for quality assurance and for whom the
16 department had been paying Part C premium as of November 2006; and

17 (b) Undertake, directly or by contract, a study to determine the
18 cost-effectiveness of paying premiums for enrollment of full benefit
19 dual eligible beneficiaries in medicare advantage plans in lieu of
20 paying full benefit dual eligible beneficiaries' medicare cost-sharing.
21 The study shall compare the cost and health outcomes experience,
22 including rates of nursing home placement and costs for groups of full
23 benefit dual eligible beneficiaries who are enrolled in medicare
24 advantage plans, in medicare special needs plan or in medicare fee-for-
25 service. The study shall compare the health status and utilization of
26 health and long-term care services for the three groups, and the impact
27 of access to a medical home and specialty care, over a period of two
28 years to determine any differences in health status, health outcomes,
29 and state expenditures that result. The department shall submit the
30 results of the study to the governor and the legislature by June 30,
31 2009. The department is authorized to accept private cash and in-kind
32 donations and grants to support the study and evaluation.

33 (c) Track enrollment and expenditures for this population on
34 department monthly management reports.

35 (21) \$756,000 of the general fund--state appropriation for fiscal
36 year 2008, \$1,193,000 of the general fund--state appropriation for
37 fiscal year 2009, \$1,261,000 of the health services account--state
38 appropriation for fiscal year 2009, and \$2,448,000 of the general

1 fund--federal appropriation are provided solely to implement sections
2 5, 7, 8, and 11 of Second Substitute House Bill No. 1088 (children's
3 mental health). If the bill is not enacted by June 30, 2007, the
4 amounts provided in this subsection shall lapse.

5 (22) \$288,000 of the general fund--state appropriation for fiscal
6 year 2008, \$277,000 of the general fund--state appropriation for fiscal
7 year 2009, and \$566,000 of the general fund--federal appropriation are
8 provided solely for the implementation of Engrossed Second Substitute
9 Senate Bill No. 5930 (blue ribbon comm/health care). If the bill is
10 not enacted by June 30, 2007, the amounts provided in this subsection
11 shall lapse.

12 (23) \$150,000 of the general fund--state appropriation for fiscal
13 year 2008 is provided solely for the department of social and health
14 services, in consultation with the health care authority and the
15 employment security department, to prepare and submit a report and
16 recommendations to the governor and the legislature related to coverage
17 of low-wage workers enrolled on state plans who are employed by
18 employers with more than fifty employees. The report shall address
19 multiple approaches, including but not limited to the proposal included
20 in House Bill No. 2094 (taxpayer health care fairness act). The
21 discussion of each approach included in the report should identify how
22 the approach would further the goal of shared responsibility for
23 coverage of low-wage workers, obstacles to implementation and options
24 to address them, and estimated implementation costs. The report shall
25 be submitted on or before November 15, 2007. The agencies shall
26 establish a workgroup, which shall be closely involved and consulted in
27 the development of the report and recommendations under this
28 subsection. The workgroup shall include the following participants:
29 Persons or organizations representing large employers in the retail,
30 agricultural and grocery trades, other large employers, organizations
31 representing employees of large employers, organizations representing
32 low-wage employees of large employers, state and local governmental
33 entities as employers, and organizations representing employees of
34 state and local governmental entities. In addition, the workgroup
35 shall include three members from each of the two largest caucuses of
36 the house of representatives, appointed by the speaker, and three
37 members from each of the two largest caucuses of the senate, appointed
38 by the president of the senate.

1	<u>NEW SECTION.</u>	Sec. 210. FOR THE DEPARTMENT OF SOCIAL AND HEALTH	
2	SERVICES--VOCATIONAL REHABILITATION PROGRAM		
3	General Fund--State Appropriation (FY 2008)	. . . . .	\$12,986,000
4	General Fund--State Appropriation (FY 2009)	. . . . .	\$14,336,000
5	General Fund--Federal Appropriation	. . . . .	\$90,886,000
6	Telecommunications Devices for the Hearing and		
7	Speech Impaired--State Appropriation	. . . . .	\$1,793,000
8	Pension Funding Stabilization Account--State		
9	Appropriation	. . . . .	\$116,000
10	TOTAL APPROPRIATION	. . . . .	\$120,117,000

11	<u>NEW SECTION.</u>	Sec. 211. FOR THE DEPARTMENT OF SOCIAL AND HEALTH	
12	SERVICES--SPECIAL COMMITMENT PROGRAM		
13	General Fund--State Appropriation (FY 2008)	. . . . .	\$51,103,000
14	General Fund--State Appropriation (FY 2009)	. . . . .	\$54,219,000
15	TOTAL APPROPRIATION	. . . . .	\$105,322,000

16	<u>NEW SECTION.</u>	Sec. 212. FOR THE DEPARTMENT OF SOCIAL AND HEALTH	
17	SERVICES--ADMINISTRATION AND SUPPORTING SERVICES PROGRAM		
18	General Fund--State Appropriation (FY 2008)	. . . . .	\$35,438,000
19	General Fund--State Appropriation (FY 2009)	. . . . .	\$36,504,000
20	General Fund--Federal Appropriation	. . . . .	\$64,730,000
21	General Fund--Private/Local Appropriation	. . . . .	\$810,000
22	Public Safety and Education Account--State		
23	Appropriation (FY 2008)	. . . . .	\$1,226,000
24	Public Safety and Education Account--State		
25	Appropriation (FY 2009)	. . . . .	\$1,226,000
26	Pension Funding Stabilization Account--State		
27	Appropriation	. . . . .	\$1,408,000
28	Violence Reduction and Drug Enforcement Account--		
29	State Appropriation (FY 2008)	. . . . .	\$913,000
30	Violence Reduction and Drug Enforcement Account--		
31	State Appropriation (FY 2009)	. . . . .	\$926,000
32	TOTAL APPROPRIATION	. . . . .	\$143,181,000

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

35 (1) \$250,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$250,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for the expansion of the
2 Washington state mentors program, which provides technical assistance
3 and training to mentoring programs that serve at-risk youth.

4 (2) \$1,750,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$1,750,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the Washington council for
7 prevention of child abuse and neglect to expand its home visitation
8 program.

9 (3) \$150,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$150,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely to the family policy council for
12 distribution as grants to community networks in counties with county
13 juvenile courts participating in decategorization of funding through
14 the juvenile rehabilitation administration. The council shall provide
15 grants of up to \$50,000 per fiscal year to the Pierce County-Tacoma
16 urban community network and additional community networks supporting
17 counties or groups of counties in evaluating programs funded through a
18 block grant by the juvenile rehabilitation administration. Funds not
19 used for grants to community networks supporting counties or groups of
20 counties participating in the decategorization block grants shall
21 lapse.

22 (4) \$500,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$500,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for funding of the teamchild
25 project through the governor's juvenile justice advisory committee.

26 (5) \$85,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$85,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for the continuation of the
29 postpartum depression campaign, including the design and production of
30 brochures in various languages, a radio public service announcement,
31 and other outreach and training efforts.

32 (6) \$200,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$200,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely to expand and enhance the juvenile
35 detention alternatives initiative. This funding is intended to add
36 three new program sites, support the addition of a data analyst, and to
37 provide resources for the state to participate in annual national
38 conferences.

1 (7) \$144,000 of the general fund--state appropriation for fiscal
2 year 2008, \$111,000 of the general fund--state appropriation for fiscal
3 year 2009, and \$136,000 of the general fund--federal appropriation are
4 provided solely for the implementation of Engrossed Second Substitute
5 House Bill No. 1422 (incarcerated parents). If the bill is not enacted
6 by June 30, 2007, the amounts provided in this subsection shall lapse.

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

9	General Fund--State Appropriation (FY 2008)	\$59,460,000
10	General Fund--State Appropriation (FY 2009)	\$59,497,000
11	General Fund--Federal Appropriation	\$57,255,000
12	TOTAL APPROPRIATION	\$176,212,000

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

14	General Fund--State Appropriation (FY 2008)	\$500,000
15	General Fund--State Appropriation (FY 2009)	\$500,000
16	General Fund--Federal Appropriation	\$4,885,000
17	State Health Care Authority Administrative Account--	
18	State Appropriation	\$56,074,000
19	Medical Aid Account--State Appropriation	\$529,000
20	Health Services Account--State Appropriation (FY 2008) .	\$274,666,000
21	Health Services Account--State Appropriation (FY 2009) .	\$300,580,000
22	TOTAL APPROPRIATION	\$637,734,000

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

25 (1) Within amounts appropriated in this section and sections 205
26 and 206 of this act, the health care authority shall continue to
27 provide an enhanced basic health plan subsidy for foster parents
28 licensed under chapter 74.15 RCW and workers in state-funded home care
29 programs. Under this enhanced subsidy option, foster parents eligible
30 to participate in the basic health plan as subsidized enrollees and
31 home care workers with family incomes below 200 percent of the federal
32 poverty level shall be allowed to enroll in the basic health plan at
33 the minimum premium amount charged to enrollees with incomes below
34 sixty-five percent of the federal poverty level.

35 (2) The health care authority shall require organizations and
36 individuals that are paid to deliver basic health plan services and

1 that choose to sponsor enrollment in the subsidized basic health plan
2 to pay 133 percent of the premium amount which would otherwise be due
3 from the sponsored enrollees.

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

22 (4) \$1,984,000 of the health services account--state appropriation
23 for fiscal year 2008 and \$6,315,000 of the health services account--
24 state appropriation for fiscal year 2009 are provided solely for
25 additional enrollment in the basic health plan. If available basic
26 health plan slots are exceeded, the authority shall maintain a waiting
27 list and provide for notification when slots become available.

28 (5) Appropriations in this act include specific funding for health
29 records banking under section 10 of Engrossed Second Substitute Senate
30 Bill No. 5930 (blue ribbon commission).

31 (6) \$11,934,000 of the health services account--state appropriation
32 for fiscal year 2008 and \$11,834,000 of the health services account--
33 state appropriation for fiscal year 2009 are provided solely for
34 funding for health care services provided through local community
35 clinics.

36 (7) \$784,000 of the health services account--state appropriation
37 for fiscal year 2008, \$1,676,000 of the health service account--state
38 appropriation for fiscal year 2009, \$540,000 of the general fund--

1 federal appropriation, and \$22,480,000 of the state health care
2 authority administrative account--state appropriation are provided for
3 the development of a new benefits administration and insurance
4 accounting system.

5 (8) \$2,137,000 of the health services account--state appropriation
6 for fiscal year 2008 and \$1,000,000 of the health services account--
7 state appropriation for fiscal year 2009 are provided solely for
8 section 5 of Engrossed Second Substitute House Bill No. 1569 (health
9 insurance partnership board) and related provisions of Engrossed Second
10 Substitute Senate Bill No. 5930 (blue ribbon commission on health
11 care).

12 (9) \$664,000 of the health services account--state appropriation
13 for fiscal year 2008 and \$664,000 of the health services account--state
14 appropriation for fiscal year 2009 are provided solely for the
15 implementation of the Washington quality forum, pursuant to section 9
16 of Engrossed Second Substitute Senate Bill No. 5930 (blue ribbon
17 commission). If the section is not enacted by June 2007, the amounts
18 provided in this subsection shall lapse.

19 (10) \$600,000 of the state health care authority administrative
20 account--state appropriation is provided solely for the implementation
21 of the state employee health pilot, pursuant to section 41 of Engrossed
22 Second Substitute Senate Bill No. 5930 (blue ribbon commission). If
23 the section is not enacted by June 2007, the amounts provided in this
24 subsection shall lapse.

25 (11) \$250,000 of the health services account--state appropriation
26 for fiscal year 2008 and \$250,000 of the health services account--state
27 appropriation for fiscal year 2009 are provided solely for continuation
28 of the community health collaborative grant program in accordance with
29 chapter 67, Laws of 2006 (E2SSB 6459). The applicant organizations
30 must assure measurable improvements in health access within their
31 service region, demonstrate active collaboration with key community
32 partners, and provide two dollars in matching funds for each grant
33 dollar awarded.

34 (12) \$731,000 of the health services account--state appropriation
35 for fiscal year 2008 and \$977,000 of the health services account--state
36 appropriation for fiscal year 2009 are provided solely for the dental
37 residency program, including maintenance of the existing residency

1 positions and the establishment of six additional resident positions in
2 fiscal year 2008 (four in eastern Washington and two in the Seattle
3 area), and five additional positions in fiscal year 2009.

4 ***(13) \$500,000 of the general fund--state appropriation for fiscal***
5 ***year 2008 and \$500,000 of the general fund--state appropriation for***
6 ***fiscal year 2009 are provided solely for the establishment of a family***
7 ***practice residency in southeastern Washington. The program will***
8 ***provide residency experience in rural communities and support at least***
9 ***five family practice medicine residents per year.***

10 (14) Appropriations in this act include funding for sections 14
11 (reducing unnecessary emergency room use) and 40 (state employee health
12 program) of Engrossed Second Substitute Senate Bill No. 5930 (blue
13 ribbon commission).

**Sec. 214 was partially vetoed. See message at end of chapter.*

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

15	General Fund--State Appropriation (FY 2008)	\$3,444,000
16	General Fund--State Appropriation (FY 2009)	\$3,350,000
17	General Fund--Federal Appropriation	\$1,345,000
18	TOTAL APPROPRIATION	\$8,139,000

19 NEW SECTION. **Sec. 216. FOR THE BOARD OF INDUSTRIAL INSURANCE**

20 **APPEALS**

21	Worker and Community Right-to-Know Account--State	
22	Appropriation	\$20,000
23	Accident Account--State Appropriation	\$18,123,000
24	Medical Aid Account--State Appropriation	\$18,124,000
25	TOTAL APPROPRIATION	\$36,267,000

26 NEW SECTION. **Sec. 217. FOR THE CRIMINAL JUSTICE TRAINING**

27 **COMMISSION**

28	Public Safety and Education Account--State	
29	Appropriation (FY 2008)	\$15,537,000
30	Public Safety and Education Account--State	
31	Appropriation (FY 2009)	\$14,340,000
32	Death Investigations Account--State Appropriation	\$148,000
33	Municipal Criminal Justice Assistance Account--	
34	State Appropriation	\$460,000
35	Washington Auto Theft Prevention Authority Account--	

1	State Appropriation	\$12,322,000
2	TOTAL APPROPRIATION	\$42,807,000

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

5 (1) During the 2007-2009 biennium, the criminal justice training
6 commission is authorized to raise existing fees charged for firearms
7 certification for security guards in excess of the fiscal growth factor
8 established pursuant to RCW 43.135.055, if necessary, to meet the
9 actual costs of conducting the certification programs and the
10 appropriation levels in this section.

11 (2) \$2,390,000 of the public safety and education account--state
12 appropriation for fiscal year 2008 and \$956,000 of the public safety
13 and education account--state appropriation for fiscal year 2009 are
14 provided solely for ten additional basic law enforcement academies in
15 fiscal year 2008 and four additional basic law enforcement academies in
16 fiscal year 2009. Continued funding for these additional academies is
17 contingent upon the result of an office of financial management
18 forecast for future student demand for basic law enforcement academies
19 at the criminal justice training centers in Burien and Spokane.

20 (3) \$1,044,000 of the public safety and education account--state
21 appropriation for fiscal year 2008 and \$1,191,000 of the public safety
22 and education account--state appropriation for fiscal year 2009 are
23 provided solely for the Washington association of sheriffs and police
24 chiefs to continue to develop, maintain, and operate the jail booking
25 and reporting system (JBRS) and the statewide automated victim
26 information and notification system (SAVIN).

27 (4) \$28,000 of the public safety and education account--state
28 appropriation for fiscal year 2008 is provided solely for the
29 implementation of chapter 10, Laws of 2007 (SSB 5191, missing persons).

30 (5) \$5,400,000 of the Washington auto theft prevention authority
31 account--state appropriation for fiscal year 2008 and \$6,922,000 of the
32 Washington auto theft prevention authority account--state appropriation
33 for fiscal year 2009 are provided solely for the implementation of
34 Engrossed Third Substitute House Bill No. 1001 (auto theft). If the
35 bill is not enacted by June 30, 2007, the amounts provided in this
36 subsection shall lapse.

37 (6) \$150,000 of the public safety and education account--state
38 appropriation for fiscal year 2008 and \$150,000 of the public safety

1 and education account--state appropriation for fiscal year 2009 are
2 provided solely for the implementation of Substitute House Bill No.
3 1333 (child welfare). If the bill is not enacted by June 30, 2007, the
4 amounts provided in this subsection shall lapse.

5 (7) \$25,000 of the public safety and education account--state
6 appropriation for fiscal year 2008 is provided solely for the
7 implementation of Substitute Senate Bill No. 5987 (gang-related
8 offenses). If the bill is not enacted by June 30, 2007, the amount
9 provided in this subsection shall lapse.

10 (8) \$50,000 of the public safety and education account--state
11 appropriation for fiscal year 2008 and \$50,000 of the public safety and
12 education account--state appropriation for fiscal year 2009 are
13 provided solely for support of the coalition of small police agencies
14 major crimes task force. The purpose of this task force is to pool its
15 resources and to establish an efficient and cooperative approach in
16 addressing major violent crimes.

17 (9) \$20,000 of the public safety and education account--state
18 appropriation for fiscal year 2008 is provided solely for the
19 implementation of Substitute Senate Bill No. 5315 (forest
20 fires/property access). If the bill is not enacted by June 30, 2007,
21 the amount provided in this subsection shall lapse.

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

24	General Fund--State Appropriation (FY 2008)	\$8,711,000
25	General Fund--State Appropriation (FY 2009)	\$8,879,000
26	General Fund--Federal Appropriation	\$100,000
27	Public Safety and Education Account--State	
28	Appropriation (FY 2008)	\$15,386,000
29	Public Safety and Education Account--State	
30	Appropriation (FY 2009)	\$16,607,000
31	Public Safety and Education Account--Federal	
32	Appropriation	\$10,000,000
33	Asbestos Account--State Appropriation	\$923,000
34	Electrical License Account--State Appropriation	\$40,718,000
35	Farm Labor Revolving Account--Private/Local	
36	Appropriation	\$28,000
37	Worker and Community Right-to-Know Account--State	

1	Appropriation	\$1,961,000
2	Public Works Administration Account--State	
3	Appropriation	\$3,996,000
4	Manufactured Home Installation Training Account--	
5	State Appropriation	\$192,000
6	Accident Account--State Appropriation	\$228,998,000
7	Accident Account--Federal Appropriation	\$13,622,000
8	Medical Aid Account--State Appropriation	\$239,248,000
9	Medical Aid Account--Federal Appropriation	\$3,186,000
10	Plumbing Certificate Account--State Appropriation	\$1,653,000
11	Pressure Systems Safety Account--State Appropriation	\$3,667,000
12	TOTAL APPROPRIATION	\$597,875,000

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

15 (1) \$2,413,000 of the medical aid account--state appropriation is
16 provided solely for conducting utilization reviews of physical and
17 occupational therapy cases at the 24th visit and the associated
18 administrative costs, including those of entering data into the
19 claimant's file. The department shall develop and report performance
20 measures and targets for these reviews to the office of financial
21 management. The reports are due September 30th for the prior fiscal
22 year and must include the amount spent and the estimated savings per
23 fiscal year.

24 (2) \$2,247,000 of the medical aid account--state appropriation is
25 provided solely to implement Engrossed Substitute Senate Bill No. 5920
26 (vocational rehabilitation). If the bill is not enacted by June 30,
27 2007, the amount provided in this subsection shall lapse.

28 (3) \$822,000 of the medical aid account--state appropriation is
29 provided solely for vocational services professional staff salary
30 adjustments necessary to recruit and retain positions required for
31 anticipated changes in work duties as a result of Engrossed Substitute
32 Senate Bill No. 5920 (vocational rehabilitation). If the bill is not
33 enacted by June 30, 2007, the amount provided in this subsection shall
34 lapse. Compensation for anticipated changes to work duties is subject
35 to review and approval by the director of the department of personnel
36 and is subject to collective bargaining.

37 (4) \$8,000,000 of the medical aid account--state appropriation is
38 provided solely to establish a program of safety and health as

1 authorized by RCW 49.17.210 to be administered under rules adopted
2 pursuant to chapter 34.05 RCW, provided that projects funded involve
3 workplaces insured by the medical aid fund, and that priority is given
4 to projects fostering accident prevention through cooperation between
5 employers and employees or their representatives.

6 (5) \$600,000 of the medical aid account--state appropriation is
7 provided solely for the department to contract with one or more
8 independent experts to evaluate and recommend improvements to the
9 rating plan under chapter 51.18 RCW, including analyzing how risks are
10 pooled, the effect of including worker premium contributions in
11 adjustment calculations, incentives for accident and illness
12 prevention, return-to-work practices, and other sound risk-management
13 strategies that are consistent with recognized insurance principles.

14 (6) \$181,000 of the accident account--state appropriation and
15 \$181,000 of the medical aid account--state appropriation are provided
16 solely to implement Substitute Senate Bill No. 5443 (workers'
17 compensation claims). If the bill is not enacted by June 30, 2007, the
18 amounts provided in this subsection shall lapse.

19 (7) \$558,000 of the medical aid account--state appropriation is
20 provided solely to implement Engrossed Substitute Senate Bill No. 5290
21 (workers' compensation advisory committees). If the bill is not
22 enacted by June 30, 2007, the amount provided in this subsection shall
23 lapse.

24 (8) \$104,000 of the public safety and education account--state
25 appropriation for fiscal year 2008, \$104,000 of the public safety and
26 education account--state appropriation for fiscal year 2009, \$361,000
27 of the accident account--state appropriation, and \$361,000 of the
28 medical aid account--state appropriation are provided solely for
29 implementation of Engrossed Substitute Senate Bill No. 5675 (workers'
30 compensation benefits). If the bill is not enacted by June 30, 2007,
31 the amounts provided in this subsection shall lapse.

32 (9) \$730,000 of the medical aid account--state appropriation is
33 provided solely for implementation of Engrossed Second Substitute
34 Senate Bill No. 5930 (blue ribbon commission). If the bill is not
35 enacted by June 30, 2007, the amount provided in this subsection shall
36 lapse.

37 (10) \$437,000 of the accident account--state appropriation and
38 \$437,000 of the medical aid account--state appropriation are provided

1 solely for implementation of Substitute Senate Bill No. 5053
2 (industrial insurance ombudsman). If the bill is not enacted by June
3 30, 2007, the amounts provided in this subsection shall lapse.

4 (11) \$74,000 of the accident account--state appropriation and
5 \$74,000 of the medical aid--state appropriation are provided solely for
6 implementation of Engrossed Substitute Senate Bill No. 5915 (notices to
7 employers). If the bill is not enacted by June 30, 2007, the amounts
8 provided in this subsection shall lapse.

9 (12) \$605,000 of the accident account--state appropriation for
10 fiscal year 2008 is provided solely for a study of the incidence of
11 permanent total disability pensions in the state's workers'
12 compensation system. To conduct the study, the department shall
13 contract with an independent researcher that has demonstrated expertise
14 in workers' compensation systems. When selecting the independent
15 researcher, the department shall consult the labor and business members
16 of the workers' compensation advisory committee and, if the labor and
17 business members of the workers' compensation advisory committee agree
18 on a particular independent researcher, the department shall select
19 that independent researcher. The study must consider causes of the
20 recent increase in permanent total disability cases, future anticipated
21 permanent total disability trends, a comparison of Washington's
22 permanent total disability claims experience and injured workers with
23 other states and jurisdictions, the impact of the standard for finding
24 workers employable on the incidence of permanent total disability
25 pensions, and the impact of vocational rehabilitation under RCW
26 51.32.095 on the incidence of permanent total disability pensions. The
27 department shall report to the workers' compensation advisory
28 committee, the house of representatives commerce and labor committee,
29 and the senate labor, commerce, research and development committee on
30 the results of the study on or before July 1, 2008.

31 (13) \$1,089,000 of the accident account--state appropriation and
32 \$192,000 of the medical aid account--state appropriation are provided
33 solely for implementation of chapter 27, Laws of 2007 (ESHB 2171, crane
34 safety).

35 (14) \$100,000 of the general fund--federal appropriation and
36 \$192,000 of the manufactured home installation training account--state
37 appropriation are provided solely for Substitute House Bill No. 2118

1 (mobile/manufactured homes). If the bill is not enacted by June 30,
2 2007, the amounts provided in this subsection shall lapse.

3 NEW SECTION. **Sec. 219. FOR THE INDETERMINATE SENTENCE REVIEW**
4 **BOARD**

5	General Fund--State Appropriation (FY 2008)	\$1,876,000
6	General Fund--State Appropriation (FY 2009)	\$1,907,000
7	TOTAL APPROPRIATION	\$3,783,000

8 The appropriations in this subsection are subject to the following
9 conditions and limitations: \$224,000 of the general fund--state
10 appropriation for fiscal year 2008 and \$210,000 of the general fund--
11 state appropriation for fiscal year 2009 are provided solely for the
12 implementation of House Bill No. 1220 (sentence review board). If the
13 bill is not enacted by June 30, 2007, the amounts provided in this
14 subsection shall lapse.

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

16 (1) HEADQUARTERS

17	General Fund--State Appropriation (FY 2008)	\$2,124,000
18	General Fund--State Appropriation (FY 2009)	\$2,183,000
19	Charitable, Educational, Penal, and Reformatory	
20	Institutions Account--State Appropriation	\$10,000
21	Veterans Innovations Program Account	
22	Appropriation	\$1,437,000
23	TOTAL APPROPRIATION	\$5,754,000

24 (2) FIELD SERVICES

25	General Fund--State Appropriation (FY 2008)	\$5,126,000
26	General Fund--State Appropriation (FY 2009)	\$5,249,000
27	General Fund--Federal Appropriation	\$972,000
28	General Fund--Private/Local Appropriation	\$2,987,000
29	Veteran Estate Management Account--Private/Local	
30	Appropriation	\$1,062,000
31	TOTAL APPROPRIATION	\$15,396,000

32 The appropriations in this subsection are subject to the following
33 conditions and limitations: \$440,000 of the general fund--state
34 appropriation for fiscal year 2008 and \$560,000 of the general fund--
35 state appropriation for fiscal year 2009 are provided solely to

1 implement Second Substitute Senate Bill No. 5164 (veterans'
2 conservation corps). If the bill is not enacted by June 30, 2007, the
3 amounts provided in this subsection shall lapse.

4 (3) INSTITUTIONAL SERVICES

5	General Fund--State Appropriation (FY 2008)	\$8,340,000
6	General Fund--State Appropriation (FY 2009)	\$8,894,000
7	General Fund--Federal Appropriation	\$41,333,000
8	General Fund--Private/Local Appropriation	\$30,197,000
9	TOTAL APPROPRIATION	\$88,764,000

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

11	General Fund--State Appropriation (FY 2008)	\$1,721,000
12	General Fund--State Appropriation (FY 2009)	\$1,740,000
13	TOTAL APPROPRIATION	\$3,461,000

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

15	General Fund--State Appropriation (FY 2008)	\$81,288,000
16	General Fund--State Appropriation (FY 2009)	\$78,032,000
17	General Fund--Federal Appropriation	\$480,735,000
18	General Fund--Private/Local Appropriation	\$111,257,000
19	Hospital Commission Account--State Appropriation	\$1,247,000
20	Health Professions Account--State Appropriation	\$62,419,000
21	Aquatic Lands Enhancement Account--State	
22	Appropriation	\$600,000
23	Emergency Medical Services and Trauma Care Systems	
24	Trust Account--State Appropriation	\$12,610,000
25	Safe Drinking Water Account--State Appropriation	\$3,064,000
26	Drinking Water Assistance Account--Federal	
27	Appropriation	\$16,991,000
28	Waterworks Operator Certification--State	
29	Appropriation	\$1,518,000
30	Drinking Water Assistance Administrative Account--	
31	State Appropriation	\$326,000
32	Water Quality Account--State Appropriation (FY 2008)	\$1,975,000
33	Water Quality Account--State Appropriation (FY 2009)	\$2,013,000
34	State Toxics Control Account--State Appropriation	\$3,415,000
35	Medical Test Site Licensure Account--State	
36	Appropriation	\$2,068,000

1 (dental professions). If the bill is not enacted by June 30, 2007, the
2 amount provided in this subsection shall lapse.

3 (4) \$198,000 of the general fund--state appropriation for fiscal
4 year 2008 and \$24,000 of the general fund--state appropriation for
5 fiscal year 2009 are provided solely for the implementation of
6 Substitute House Bill No. 2304 (cardiac care services). If the bill is
7 not enacted by June 30, 2007, the amounts provided in this subsection
8 shall lapse.

9 (5) \$138,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$220,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely for an evaluation of chronic care
12 provider training.

13 (6) \$51,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$24,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for the implementation of
16 Engrossed Substitute Senate Bill No. 5297 (sex education). If the bill
17 is not enacted by June 30, 2007, the amounts provided in this
18 subsection shall lapse.

19 (7) \$103,000 of the general fund--state appropriation for fiscal
20 year 2008 is provided solely for the implementation of Substitute House
21 Bill No. 1837 (nonambulatory persons). If the bill is not enacted by
22 June 30, 2007, the amount provided in this subsection shall lapse.

23 (8) \$201,000 of the general fund--private/local appropriation is
24 provided solely for the implementation of Substitute House Bill No.
25 2087 (health care facilities). If the bill is not enacted by June 30,
26 2007, the amount provided in this subsection shall lapse.

27 (9) \$293,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$287,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for public service announcements
30 regarding childhood lead poisoning, information pamphlets, rule
31 development, and for early identification of persons at risk of having
32 elevated blood-lead levels, which includes systematically screening
33 children under six years of age and other target populations identified
34 by the department.

35 (10) \$101,000 of the general fund--state appropriation for fiscal
36 year 2008, \$81,000 of the general fund--state appropriation for fiscal
37 year 2009, and \$6,000 of the general fund--private/local appropriation
38 are provided solely for the implementation of Engrossed Second

1 Substitute House Bill No. 1414 (ambulatory surgical facilities). If
2 the bill is not enacted by June 30, 2007, the amounts provided in this
3 subsection shall lapse.

4 (11) \$55,000 of the health professions account appropriation is
5 provided solely for the implementation of Substitute House Bill No.
6 1397 (massage therapy). If the bill is not enacted by June 30, 2007,
7 the amount provided in this subsection shall lapse.

8 (12) \$58,000 of the general fund--private/local appropriation is
9 provided solely for the implementation of Senate Bill No. 5398
10 (specialty hospitals). If the bill is not enacted by June 30, 2007,
11 the amount provided in this subsection shall lapse.

12 (13) \$34,000 of the general fund--state appropriation for fiscal
13 year 2008, \$44,000 of the general fund--state appropriation for fiscal
14 year 2009, and \$224,000 of the oyster reserve land account--state
15 appropriation are provided solely for the implementation of Engrossed
16 Substitute Senate Bill No. 5372 (Puget Sound partnership). If the bill
17 is not enacted by June 30, 2007, the amounts provided in this
18 subsection shall lapse.

19 (14) \$571,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$458,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for the implementation of Second
22 Substitute House Bill No. 1106 (hospital acquired infections). If the
23 bill is not enacted by June 30, 2007, the amounts provided in this
24 subsection shall lapse.

25 (15) \$4,000,000 of the general fund--state appropriation for fiscal
26 year 2008 and \$1,000,000 of the general fund--state appropriation for
27 fiscal year 2009 are provided solely for department of health-funded
28 family planning clinics to increase the capacity of the clinics to
29 provide family planning and reproductive health services to low-income
30 men and women who are not otherwise eligible for services through the
31 department of social and health services medical assistance program and
32 for clinical or other health services associated with sexually
33 transmitted disease testing through the infertility prevention project.
34 Of these amounts, the department is authorized to expend up to
35 \$1,000,000 of its general fund--state appropriation for fiscal year
36 2009 for services provided in fiscal year 2008, if necessary, to offset
37 reductions in federal funding.

1 (16) \$1,000,000 of the general fund--state appropriation for fiscal
2 year 2008 is for one-time funding to purchase and store antiviral
3 medications to be used in accordance with the state pandemic influenza
4 response plan. These drugs are to be purchased through the United
5 States department of health and human services to take advantage of
6 federal subsidies.

7 (17) \$147,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$32,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for the department of health to
10 provide relevant information on measures taken to facilitate expanded
11 use of reclaimed water pursuant to Engrossed Second Substitute Senate
12 Bill No. 6117 (reclaimed water). If the bill is not enacted by June
13 30, 2007, the amounts provided in this subsection shall lapse.

14 (18) \$550,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$550,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely for the lifelong AIDS alliance to
17 restore lost federal funding.

18 (19) \$250,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$250,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for medical nutritional therapy
21 for people with HIV/AIDS and other low-income residents in King county
22 with chronic illnesses.

23 (20) \$645,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$645,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely for the neurodevelopmental center
26 system, which provides therapy and medical services for young, low-
27 income children with developmental disabilities.

28 (21) \$100,000 of the general fund--state appropriation for fiscal
29 year 2008 is provided solely to continue the autism task force
30 established by chapter 259, Laws of 2005, through June 30, 2008. The
31 task force shall:

32 (a) Review and continue to refine criteria for regional autism
33 centers throughout Washington state based on community needs in each
34 area, and address the role of autism centers within the larger context
35 of developmental disabilities;

36 (b) Prioritize its December 2006 recommendations and develop an
37 implementation plan for the highest priorities. The plan should detail
38 how systems will coordinate to improve service and avoid duplication

1 between state agencies including the department of social and health
2 services, department of health, office of superintendent of public
3 instruction, as well as school districts, autism centers, and local
4 partners and providers. The plan shall also estimate the costs of the
5 highest priority recommendations and report to the legislature and
6 governor by December 1, 2007;

7 (c) Compile information for and draft the "Washington Service
8 Guidelines for Individuals with Autism - Birth Through Lifespan" book
9 described in the task force's recommendations. Funding to print and
10 distribute the book is expected to come from federal or private
11 sources; and

12 (d) Monitor the federal combating autism act and its funding
13 availability and make recommendations on applying for grants to assist
14 in implementation of the 2006 task force recommendations. The
15 department of health shall be the lead agency in providing staff for
16 the task force. The department may seek additional staff assistance
17 from the office of the superintendent of public instruction and the
18 committee staff of the legislature. Nonlegislative members, except
19 those representing an employer or organization, are entitled to be
20 reimbursed for travel expenses.

21 (22) \$200,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$200,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for implementation of the
24 Washington state hepatitis C strategic plan.

25 (23) \$142,000 of the health professions account appropriation is
26 provided solely for the implementation of Engrossed Substitute Senate
27 Bill No. 5403 (animal massage practitioners). If the bill is not
28 enacted by June 30, 2007, the amount provided in this subsection shall
29 lapse.

30 (24) \$174,000 of the health professions account appropriation is
31 provided solely for the implementation of Substitute Senate Bill No.
32 5503 (athletic trainers). If the bill is not enacted by June 30, 2007,
33 the amount provided in this subsection shall lapse.

34 (25) \$75,000 of the health professions account appropriation is
35 provided solely for the implementation of Engrossed Substitute Senate
36 Bill No. 5292 (physical therapist assistants). If the bill is not
37 enacted by June 30, 2007, the amount provided in this subsection shall
38 lapse.

1 (26) \$94,000 of the general fund--state appropriation for fiscal
2 year 2008 is provided solely to implement Engrossed Second Substitute
3 Senate Bill No. 6032 (medical use of marijuana). If the bill is not
4 enacted by June 30, 2007, the amount provided in this subsection shall
5 lapse.

6 (27) \$386,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$384,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely for the implementation of
9 Engrossed Substitute Senate Bill No. 5894 (large on-site sewage
10 systems). If the bill is not enacted by June 30, 2007, the amounts
11 provided in this subsection shall lapse.

12 (28) \$1,721,000 of the health professions account appropriation is
13 provided solely for the implementation of sections 11 and 12 (medical
14 information) of Engrossed Second Substitute Senate Bill No. 5930 (blue
15 ribbon commission on health care). If the sections are not enacted by
16 June 30, 2007, the amount provided in this subsection shall lapse.

17 (29) \$10,000,000 of the health services account--state
18 appropriation for fiscal year 2008 and \$10,000,000 of the health
19 services account--state appropriation for fiscal year 2009 are provided
20 solely for distribution to local health jurisdictions and for the costs
21 of administering the public health related sections of Engrossed Second
22 Substitute Senate Bill No. 5930 (blue ribbon commission on health
23 care), subject to the following conditions and limitations:

24 (a) During the month of January 2008, and January 2009, the
25 department of health shall distribute funds appropriated in this
26 section to local health jurisdictions, less an amount not to exceed
27 five percent for the costs of administering the public health related
28 sections of Engrossed Second Substitute Senate Bill No. 5930 (blue
29 ribbon commission on health care). The amount of funding for
30 distribution to a jurisdiction before the administrative deduction
31 shall be the greater of: (i) One hundred thousand dollars; or (ii) (A)
32 a base level of funding of seventy-five thousand dollars plus the per
33 capita amount, for a jurisdiction with a population of four hundred
34 thousand persons or fewer; or (B) a base level of funding of twenty-
35 five thousand dollars plus the per capita amount, for a jurisdiction
36 with a population greater than four hundred thousand persons. Amounts
37 distributed under this subsection must be used to fund core public

1 health functions of statewide significance as defined in Engrossed
2 Second Substitute Senate Bill No. 5930 (blue ribbon commission on
3 health care).

4 (b) For the purposes of this subsection:

5 (i) "Per capita amount" means an amount equal to seven million five
6 hundred thousand dollars multiplied by the proportion of the population
7 of the jurisdiction in the previous calendar year to the population of
8 the state in the previous calendar year.

9 (ii) "Population" means the number of persons as last determined by
10 the office of financial management. If the jurisdiction comprises a
11 single county, "population" means the number of persons in the county.
12 For a jurisdiction comprising two or more counties, "population" means
13 the number of persons in all counties comprising the jurisdiction.

14 (iii) "Local health jurisdiction" or "jurisdiction" means a county
15 board of health organized under chapter 70.05 RCW, a health district
16 organized under chapter 70.46 RCW, or a combined city and county health
17 department organized under chapter 70.08 RCW.

18 (c) The department may adopt rules necessary to administer this
19 subsection.

20 (30) \$15,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$35,000 of the health professions account--state
22 appropriation are provided solely for an evaluation of the economic
23 benefits to the state's health care system of the midwifery licensure
24 and regulatory program under chapter 18.50 RCW. In particular, the
25 department shall contract with a consultant to conduct a review of
26 existing research literature on whether these economic benefits exceed
27 the state expenditures to subsidize the cost of the midwifery licensing
28 and regulatory program under RCW 43.70.250. The evaluation shall
29 include an assessment of the economic benefits to consumers who elect
30 to have out-of-hospital births with midwives, including any reduced use
31 of procedures that increase the costs of childbirth. The department
32 shall submit the report to the appropriate policy and fiscal committees
33 of the legislature by January 1, 2008. If Engrossed House Bill No.
34 1667 (health professions licensing fees) is enacted by June 30, 2007,
35 the amounts provided in this subsection are provided solely for the
36 purposes of that bill.

37 (31) \$147,000 of the health professions account--state
38 appropriation is provided solely for the department of health to

1 convene a work group to develop recommendations regarding the need to
2 regulate those individuals currently registered with the department of
3 health as counselors. The department of health shall submit
4 recommendations of the work group to the legislature and governor by
5 November 15, 2007. Based on the recommendations of the work group, the
6 department of health shall draft credentialing guidelines for all
7 registered counselors by January 1, 2008. Guidelines shall include
8 education in risk assessment, ethics, professional standards, and
9 deadlines for compliance.

**Sec. 222 was partially vetoed. See message at end of chapter.*

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

11 (1) ADMINISTRATION AND SUPPORT SERVICES

12	General Fund--State Appropriation (FY 2008)	\$57,968,000
13	General Fund--State Appropriation (FY 2009)	\$52,911,000
14	Washington Auto Theft Prevention Authority Account--	
15	State Appropriation	\$169,000
16	Violence Reduction and Drug Enforcement	
17	Account--State Appropriation (FY 2008)	\$13,000
18	Violence Reduction and Drug Enforcement	
19	Account--State Appropriation (FY 2009)	\$13,000
20	Public Safety and Education Account--State	
21	Appropriation (FY 2008)	\$1,467,000
22	Public Safety and Education Account--State	
23	Appropriation (FY 2009)	\$1,504,000
24	Pension Funding Stabilization Account--State	
25	Appropriation	\$1,280,000
26	TOTAL APPROPRIATION	\$115,325,000

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

29 (a) \$9,389,000 of the general fund--state appropriation for fiscal
30 year 2008 is provided solely for the completion of phase three of the
31 department's offender-based tracking system replacement project. This
32 amount is conditioned on the department satisfying the requirements of
33 section 902 of this act.

34 (b) \$35,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$35,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely for the establishment and support
37 of a statewide council on mentally ill offenders that includes as its

1 members representatives of community-based mental health treatment
2 programs, current or former judicial officers, and directors and
3 commanders of city and county jails and state prison facilities. The
4 council will begin to investigate and promote cost-effective approaches
5 to meeting the long-term needs of adults and juveniles with mental
6 disorders who have a history of offending or who are at-risk of
7 offending, including their mental health, physiological, housing,
8 employment, and job training needs.

9 (c) \$169,000 of the Washington auto theft prevention authority
10 account--state appropriation for fiscal year 2008 is provided solely
11 for the implementation of Engrossed Third Substitute House Bill No.
12 1001 (auto theft). If the bill is not enacted by June 30, 2007, the
13 amount provided in this subsection shall lapse.

14 (d) \$102,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$95,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely for the implementation of
17 Engrossed Second Substitute House Bill No. 1422 (incarcerated parents).
18 If the bill is not enacted by June 30, 2007, the amounts provided in
19 this subsection shall lapse.

20 (e) Within funds appropriated in this section, the department shall
21 seek contracts for chemical dependency vendors to provide chemical
22 dependency treatment of offenders in corrections facilities, including
23 corrections centers and community supervision facilities, which have
24 demonstrated effectiveness in treatment of offenders and are able to
25 provide data to show a successful treatment rate.

26 (f) \$314,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$294,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for four additional staff to
29 collect and analyze data for programs funded through the offender
30 reentry initiative and collect, analyze, and disseminate information
31 required by the GMAP process, performance audits, data requests, and
32 quality assessments and assurances.

33 (2) CORRECTIONAL OPERATIONS

34	General Fund--State Appropriation (FY 2008)	\$617,042,000
35	General Fund--State Appropriation (FY 2009)	\$664,710,000
36	General Fund--Federal Appropriation	\$3,490,000
37	Washington Auto Theft Prevention Authority Account--	
38	State Appropriation	\$1,338,000

1	Violence Reduction and Drug Enforcement	
2	Account--State Appropriation (FY 2008)	\$1,492,000
3	Violence Reduction and Drug Enforcement	
4	Account--State Appropriation (FY 2009)	\$1,492,000
5	Pension Funding Stabilization Account--State	
6	Appropriation	\$11,800,000
7	TOTAL APPROPRIATION	\$1,301,364,000

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

10 (a) The department may expend funds generated by contractual
11 agreements entered into for mitigation of severe overcrowding in local
12 jails. Any funds generated in excess of actual costs shall be
13 deposited in the state general fund. Expenditures shall not exceed
14 revenue generated by such agreements and shall be treated as a recovery
15 of costs.

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

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

24 (d) During the 2007-09 biennium, when contracts are established or
25 renewed for offender pay phone and other telephone services provided to
26 inmates, the department shall select the contractor or contractors
27 primarily based on the following factors: (i) The lowest rate charged
28 to both the inmate and the person paying for the telephone call; and
29 (ii) the lowest commission rates paid to the department, while
30 providing reasonable compensation to cover the costs of the department
31 to provide the telephone services to inmates and provide sufficient
32 revenues for the activities funded from the institutional welfare
33 betterment account.

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

1 (f) \$358,000 of the Washington auto theft prevention authority
2 account--state appropriation for fiscal year 2008 and \$980,000 of the
3 Washington auto theft prevention authority account--state appropriation
4 for fiscal year 2009 are provided solely for the implementation of
5 Engrossed Third Substitute House Bill No. 1001 (auto theft). If the
6 bill is not enacted by June 30, 2007, the amounts provided in this
7 subsection shall lapse.

8 (g) \$22,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$22,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for the implementation of
11 Substitute House Bill No. 1097 (vulnerable adults). If the bill is not
12 enacted by June 30, 2007, the amounts provided in this subsection shall
13 lapse.

14 (h) \$22,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$22,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely for the implementation of
17 Substitute House Bill No. 1319 (correctional agency employee). If the
18 bill is not enacted by June 30, 2007, the amounts provided in this
19 subsection shall lapse.

20 (i) \$87,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$87,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely for the implementation of House
23 Bill No. 1592 (sentence review board). If the bill is not enacted by
24 June 30, 2007, the amounts provided in this subsection shall lapse.

25 (j) \$544,000 of the general fund--state appropriation for fiscal
26 year 2008 and \$496,000 of the general fund--state appropriation for
27 fiscal year 2009 are provided solely for development of individual
28 reentry plans to prepare offenders for release into the community as
29 generally described in Engrossed Substitute Senate Bill No. 6157
30 (offender recidivism). Individual reentry plans shall be based on an
31 assessment of the offender using a standardized and comprehensive tool.
32 The individual reentry plan may be one document, or may be a series of
33 individual plans that combine to meet the requirements. The individual
34 reentry plan shall, at a minimum, include:

35 (i) A plan to maintain contact with the inmate's children and
36 family, if appropriate. The plan should determine whether parenting
37 classes, or other services, are appropriate;

1 (ii) A description of the offender's education, certifications,
2 work experience, skills, and training; and

3 (iii) A plan for the offender during the period of incarceration
4 through reentry into the community that addresses the needs of the
5 offender including education, employment, substance abuse treatment,
6 mental health treatment, and family reunification. The individual
7 reentry plan shall be updated as appropriate during the period of
8 incarceration, and prior to the inmate's release to address public
9 safety concerns, consistency with the offender risk management level
10 assigned by the department, housing, and connecting with a community
11 justice center in the area in which the offender will be residing, if
12 a community justice center is located in that area.

13 (iv) If the appropriation in this subsection is not sufficient for
14 this program, the department shall prioritize the use of available
15 funds.

16 (3) COMMUNITY SUPERVISION

17	General Fund--State Appropriation (FY 2008)	\$129,063,000
18	General Fund--State Appropriation (FY 2009)	\$140,462,000
19	Public Safety and Education Account--State	
20	Appropriation (FY 2008)	\$9,317,000
21	Public Safety and Education Account--State	
22	Appropriation (FY 2009)	\$9,680,000
23	Pension Funding Stabilization Account--State	
24	Appropriation	\$2,800,000
25	TOTAL APPROPRIATION	\$291,322,000

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

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

33 (b) For the acquisition of properties and facilities, the
34 department of corrections is authorized to enter into financial
35 contracts, paid for from operating resources, for the purposes
36 indicated and in not more than the principal amounts indicated, plus
37 financing expenses and required reserves pursuant to chapter 39.94 RCW.

1 This authority applies to the following: Lease-develop with the option
2 to purchase or lease-purchase work release beds in facilities
3 throughout the state for \$8,561,000.

4 (c) \$1,167,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$2,295,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the establishment and
7 operation of community justice centers by the department as generally
8 described in Engrossed Substitute Senate Bill No. 6157 (offender
9 recidivism). At a minimum, a community justice center shall include:

10 (i) A violator program to allow the department to utilize a range
11 of available sanctions for offenders who violate conditions of their
12 supervision;

13 (ii) An employment opportunity program to assist an offender in
14 finding employment;

15 (iii) On-site services or resources for connecting offenders with
16 services such as mental health and substance abuse treatment,
17 transportation, training, family reunification, and community services;
18 and

19 (iv) The services of a transition coordinator to facilitate
20 connections between the former offender and the community. The
21 transition coordinator shall provide information to former offenders
22 regarding services available to them in the community including, but
23 not limited to housing assistance, employment assistance, education,
24 vocational training, parent education, financial literacy, treatment
25 for substance abuse, mental health, anger management, and shall assist
26 offenders in their efforts to access needed services.

27 (v) If the appropriation in this subsection is not sufficient for
28 this program, the department shall prioritize the use of available
29 funds.

30 (4) CORRECTIONAL INDUSTRIES

31	General Fund--State Appropriation (FY 2008)	\$987,000
32	General Fund--State Appropriation (FY 2009)	\$2,347,000
33	TOTAL APPROPRIATION	\$3,334,000

34 The appropriations in this subsection are subject to the following
35 conditions and limitations: \$110,000 of the general fund--state
36 appropriation for fiscal year 2008 and \$110,000 of the general fund--
37 state appropriation for fiscal year 2009 are provided solely for
38 transfer to the jail industries board. The board shall use the amounts

1 provided only for administrative expenses, equipment purchases, and
2 technical assistance associated with advising cities and counties in
3 developing, promoting, and implementing consistent, safe, and efficient
4 offender work programs.

5 (5) INTERAGENCY PAYMENTS

6	General Fund--State Appropriation (FY 2008)	\$35,026,000
7	General Fund--State Appropriation (FY 2009)	\$35,175,000
8	TOTAL APPROPRIATION	\$70,201,000

9 The appropriations in this subsection are subject to the following
10 conditions and limitations: \$35,000 of the general fund--state
11 appropriation for fiscal year 2008 is provided solely for expenditures
12 related to the *Farrakhan v. Locke* litigation.

13 NEW SECTION. **Sec. 224. FOR THE DEPARTMENT OF SERVICES FOR THE**
14 **BLIND**

15	General Fund--State Appropriation (FY 2008)	\$2,566,000
16	General Fund--State Appropriation (FY 2009)	\$2,636,000
17	General Fund--Federal Appropriation	\$17,702,000
18	General Fund--Private/Local Appropriation	\$20,000
19	TOTAL APPROPRIATION	\$22,924,000

20 The appropriations in this subsection are subject to the following
21 conditions and limitations: \$4,000 of the general fund--state
22 appropriation for fiscal year 2008 and \$4,000 of the general fund--
23 state appropriation for fiscal year 2009 are provided solely for an
24 adjustment to the agency lease rate for space occupied and parking in
25 the Tacoma Rhodes center. The department of general administration
26 shall increase lease rates to meet the cash gain/loss break-even point
27 for the Tacoma Rhodes center effective July 1, 2007.

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

29	General Fund--State Appropriation (FY 2008)	\$937,000
30	General Fund--State Appropriation (FY 2009)	\$959,000
31	TOTAL APPROPRIATION	\$1,896,000

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

33	General Fund--State Appropriation (FY 2008)	\$60,000
34	General Fund--State Appropriation (FY 2009)	\$60,000

1	General Fund--Federal Appropriation	\$265,906,000
2	General Fund--Private/Local Appropriation	\$33,877,000
3	Unemployment Compensation Administration Account--	
4	Federal Appropriation	\$253,644,000
5	Administrative Contingency Account--State	
6	Appropriation	\$31,273,000
7	Employment Service Administrative Account--State	
8	Appropriation	\$32,055,000
9	TOTAL APPROPRIATION	\$616,875,000

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

12 (1) \$4,578,000 of the unemployment compensation administration
13 account--federal appropriation is provided from funds made available to
14 the state by section 903(d) of the social security act (Reed Act).
15 These funds are authorized to provide direct services to unemployment
16 insurance claimants and providing job search review.

17 (2) \$2,300,000 of the unemployment compensation administration
18 account--federal appropriation is provided from amounts made available
19 to the state by section 903(d) of the social security act (Reed Act).
20 This amount is authorized to continue implementation of chapter 4, Laws
21 of 2003 2nd sp. sess. and for implementation costs relating to chapter
22 133, Laws of 2005 (unemployment insurance).

23 (3) \$12,348,000 of the unemployment compensation administration
24 account--federal appropriation is provided from amounts made available
25 to the state by section 903(d) of the social security act (Reed Act).
26 This amount is authorized to continue current unemployment insurance
27 functions.

28 (4) \$372,000 of the administrative contingency account--state
29 appropriation is provided solely to implement Substitute Senate Bill
30 No. 5653 (self-employment). If the bill is not enacted by June 30,
31 2007, the amount provided in this subsection shall lapse.

32 (5) \$12,054,000 of the unemployment compensation administration
33 account--federal appropriation is provided from amounts made available
34 to the state by section 903(d) of the social security act (Reed act).
35 This amount is authorized to fund the unemployment insurance tax
36 information system (TAXIS) technology initiative for the employment
37 security department.

1 (6) \$430,000 of the unemployment compensation administration
2 account--federal appropriation is provided from amounts made available
3 to the state by section 903(d) of the social security act (Reed act).
4 This amount is authorized to replace high-risk servers used by the
5 unemployment security department.

6 (7) \$503,000 of the unemployment compensation administration
7 account--federal appropriation is provided from amounts made available
8 to the state by section 903(d) of the social security act (Reed act).
9 This amount is authorized to provide a system to track computer
10 upgrades and changes for the unemployment security department.

11 (8) \$183,000 of the unemployment compensation administration
12 account--federal appropriation is provided from the amounts made
13 available to the state by section 903(d) of the social security act
14 (Reed Act). This amount is authorized to conduct a feasibility study
15 to integrate job search data systems.

(End of part)

PART III
NATURAL RESOURCES

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

General Fund--State Appropriation (FY 2008)	\$524,000
General Fund--State Appropriation (FY 2009)	\$548,000
General Fund--Federal Appropriation	\$9,000
General Fund--Private/Local Appropriation	\$1,056,000
TOTAL APPROPRIATION	\$2,137,000

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

General Fund--State Appropriation (FY 2008)	\$50,030,000
General Fund--State Appropriation (FY 2009)	\$49,941,000
General Fund--Federal Appropriation	\$83,365,000
General Fund--Private/Local Appropriation	\$13,648,000
Special Grass Seed Burning Research	
Account--State Appropriation	\$14,000
Reclamation Account--State Appropriation	\$4,073,000
Flood Control Assistance Account--State Appropriation	\$3,961,000
State Emergency Water Projects Revolving	
Account--State Appropriation	\$390,000
Waste Reduction/Recycling/Litter	
Control--State Appropriation	\$19,701,000
State Drought Preparedness--State Appropriation	\$117,000
State and Local Improvements Revolving Account	
(Water Supply Facilities)--State Appropriation	\$425,000
Vessel Response Account--State Appropriation	\$1,438,000
Freshwater Aquatic Algae Control Account--State	
Appropriation	\$509,000
Site Closure Account--State Appropriation	\$702,000
Water Quality Account--State Appropriation	
(FY 2008)	\$16,490,000
Water Quality Account--State Appropriation	
(FY 2009)	\$15,894,000
Wood Stove Education and Enforcement Account--State	
Appropriation	\$373,000
Worker and Community Right-to-Know Account--State	

1	Appropriation	\$2,269,000
2	State Toxics Control Account--State Appropriation	\$98,184,000
3	State Toxics Control Account--Private/Local	
4	Appropriation	\$381,000
5	Local Toxics Control Account--State Appropriation	\$19,154,000
6	Water Quality Permit Account--State Appropriation	\$38,900,000
7	Underground Storage Tank Account--State Appropriation	\$3,777,000
8	Environmental Excellence Account--State Appropriation	\$504,000
9	Biosolids Permit Account--State Appropriation	\$1,410,000
10	Hazardous Waste Assistance Account--State	
11	Appropriation	\$5,902,000
12	Air Pollution Control Account--State Appropriation	\$6,328,000
13	Oil Spill Prevention Account--State Appropriation	\$12,614,000
14	Air Operating Permit Account--State Appropriation	\$3,266,000
15	Freshwater Aquatic Weeds Account--State Appropriation	\$1,697,000
16	Oil Spill Response Account--State Appropriation	\$7,078,000
17	Metals Mining Account--State Appropriation	\$14,000
18	Water Pollution Control Revolving Account--State	
19	Appropriation	\$469,000
20	Water Pollution Control Revolving Account--Federal	
21	Appropriation	\$2,297,000
22	TOTAL APPROPRIATION	\$465,315,000

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) \$256,000 of the general fund--state appropriation for fiscal
31 year 2008, \$209,000 of the general fund--state appropriation for fiscal
32 year 2009, and \$200,000 of the general fund--private local
33 appropriation are provided solely to implement activities associated
34 with a regional haze program. Funds shall be collected and expended in
35 accordance with the terms of the contract entered into with affected
36 businesses and the department of ecology.

37 (3) \$2,000,000 of the local toxics control account--state
38 appropriation is provided solely to local governments outside of Puget

1 Sound for municipal storm water programs, including but not limited to,
2 implementation of phase II municipal storm water permits, source
3 control for toxics in association with cleanup of contaminated sediment
4 sites, and source control programs for shellfish protection districts
5 where storm water is a significant contributor.

6 (4) Fees approved by the department of ecology in the 2007-09
7 biennium are authorized to exceed the fiscal growth factor under RCW
8 43.135.055.

9 (5) \$1,000,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$927,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely to improve the performance of
12 wetland mitigation. Of this amount, \$55,000 of the general fund--state
13 appropriation for fiscal year 2008 and \$55,000 of the general fund--
14 state appropriation for fiscal year 2009 are provided solely to support
15 a wetland in Whatcom county. The program will engage local, state, and
16 federal agencies, private investors, property owners, and others in the
17 creation of one or more wetland banks and other measures to protect
18 habitat functions and values while accommodating urban growth in the
19 region. Priority shall be given to state and local government
20 partnerships for wetland characterization. The department shall issue
21 a report of its findings and recommendations on how wetland mitigation
22 success can be improved to the office of financial management and the
23 appropriate policy committees of the legislature.

24 (6) \$260,000 of the state toxics control account--state
25 appropriation is provided solely to support pesticide container
26 recycling activities in Washington.

27 (7) \$250,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$250,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for a pilot project to provide
30 grants to two local government jurisdictions located in the Puget Sound
31 area to improve compliance with existing environmental laws. Grant
32 funds shall be used for providing information on existing requirements,
33 providing technical assistance necessary to comply on a voluntary
34 basis, and taking enforcement action.

35 (8) \$1,257,000 of the reclamation account--state appropriation is
36 provided solely to implement Substitute Senate Bill No. 5881 (water
37 power license fees). If the bill is not enacted by June 30, 2007, the
38 amount provided in this section shall lapse.

1 (9) \$694,000 of the underground storage tank account--state
2 appropriation is provided solely to implement Substitute Senate Bill
3 No. 5475 (underground storage tanks). If the bill is not enacted by
4 June 30, 2007, the amount provided in this section shall lapse.

5 (10) \$2,026,000 of the local toxics control account--state
6 appropriation is provided solely for local governments located near
7 hazardous waste clean-up sites, including Duwamish Waterway,
8 Commencement Bay, and Bellingham Bay, to work with small businesses and
9 citizens to safely manage hazardous and solid wastes to prevent the
10 contamination.

11 (11) \$876,000 of the state toxics control account and \$876,000 of
12 the local toxics control account are provided solely for public
13 participation grants related to toxic cleanup sites within and around
14 Puget Sound.

15 (12) \$1,000,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$1,000,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely to implement watershed plans. Of
18 this amount, \$110,000 of the general fund--state appropriation for
19 fiscal year 2008 and \$160,000 of the general fund--state appropriation
20 for fiscal year 2009 are provided solely to study the feasibility of a
21 public utility district pipeline in the Bertrand watershed and \$250,000
22 of the general fund--state appropriation for fiscal year 2008 and
23 \$350,000 of the general fund--state appropriation for fiscal year 2009
24 are provided solely to study water storage and augmentation in the
25 Bertrand watershed and \$90,000 of the general fund--state appropriation
26 for fiscal year 2008 is provided solely for plan preparation and
27 development in the Fishtrap watershed.

28 (13) \$75,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$75,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely to implement Second Substitute
31 House Bill No. 2220 (shellfish). The department shall develop, by
32 rule, guidelines for the appropriate siting and operation of geoduck
33 aquaculture operations to be included in any master program under the
34 shorelines management act. If the bill is not enacted by June 30,
35 2007, the amounts provided in this subsection shall lapse.

36 (14) \$15,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$15,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for convening a stakeholder group
2 to recommend establishing a sustainable statewide regional CBRNE/Hazmat
3 response capability.

4 (15) \$100,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$100,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely to implement key recommendations
7 and actions identified in the "Washington's Ocean Action Plan:
8 Enhancing Management of Washington State's Ocean and Outer Coast". The
9 department shall provide a progress report on implementing this plan to
10 the appropriate policy committees of the legislature by December 31,
11 2008.

12 (16) \$300,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$300,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely to implement Engrossed Substitute
15 Senate Bill No. 6001 (climate change). If the bill is not enacted by
16 June 30, 2007, the amounts provided in this subsection shall lapse.

17 (17) \$75,000 of the general fund--state appropriation for fiscal
18 year 2008 and \$75,000 of the general fund--state appropriation for
19 fiscal year 2009 are provided solely for the department to oversee
20 beach seaweed removal in the west Seattle Fauntleroy community. The
21 department may spend up to \$25,000 of this amount for its cost of
22 administration.

23 (18) \$405,000 of the state toxics control account is provided
24 solely for implementation of Senate Bill No. 5421 (environmental
25 covenants). If the bill is not enacted by June 30, 2007, the amount
26 provided in this section shall lapse.

27 (19) \$99,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$100,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for a marshland study of key areas
30 of salmon habitat along the Snohomish river estuary.

31 (20) \$196,000 of the general fund--state appropriation for fiscal
32 year 2008, \$132,000 of the general fund--state appropriation for fiscal
33 year 2009, and \$19,000 of the oil spill prevention account
34 appropriation are provided solely to implement Engrossed Substitute
35 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not
36 enacted by June 30, 2007, the department shall execute activities as
37 described in Engrossed Substitute Senate Bill No. 5372 (Puget Sound
38 partnership).

1 (21) \$150,000 of the general fund--state appropriation for fiscal
2 year 2008 is provided solely for the department to contract with the
3 U.S. institute for environmental conflict resolution, a federal agency,
4 to develop a pilot water management process with three federally
5 recognized treaty Indian tribes. \$50,000 of the general fund--state
6 appropriation for fiscal year 2008 is provided solely for the northwest
7 Indian fisheries commission to help establish the pathway for the
8 process in federal agencies.

9 (22) \$319,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$241,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely for the implementation of
12 Engrossed Second Substitute Senate Bill No. 6117 (reclaimed water). If
13 the bill is not enacted by June 30, 2007, the amounts provided in this
14 subsection shall lapse.

15 (23) \$53,000 of the oil spill prevention account--state
16 appropriation is provided solely for the implementation of Senate Bill
17 No. 5552 (penalties for oil spills). If the bill is not enacted by
18 June 30, 2007, the amount provided in this subsection shall lapse.

19 (24) \$50,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$50,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely to the department to convene a
22 shellfish aquaculture regulatory committee, composed of a balanced
23 representation from interested state regulatory agencies, Native
24 American tribes, local governments and the environmental and shellfish
25 farming communities. The group will be facilitated by the office of
26 regulatory assistance and will address federal, state, and local
27 regulatory issues related to shellfish farming.

28 NEW SECTION. **Sec. 303. FOR THE STATE PARKS AND RECREATION**
29 **COMMISSION**

30	General Fund--State Appropriation (FY 2008)	\$48,365,000
31	General Fund--State Appropriation (FY 2009)	\$50,166,000
32	General Fund--Federal Appropriation	\$4,545,000
33	General Fund--Private/Local Appropriation	\$73,000
34	Winter Recreation Program Account--State	
35	Appropriation	\$1,116,000
36	Off-Road Vehicle Account--State Appropriation	\$238,000
37	Snowmobile Account--State Appropriation	\$4,839,000

1	Aquatic Lands Enhancement Account--State Appropriation . . .	\$365,000
2	Public Safety and Education Account--State	
3	Appropriation (FY 2008)	\$23,000
4	Public Safety and Education Account--State	
5	Appropriation (FY 2009)	\$24,000
6	Parks Renewal and Stewardship Account--State	
7	Appropriation	\$36,606,000
8	Parks Renewal and Stewardship Account--Private/Local	
9	Appropriation	\$300,000
10	TOTAL APPROPRIATION	\$146,660,000

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

13 (1) Fees approved by the state parks and recreation commission in
14 the 2007-09 biennium are authorized to exceed the fiscal growth factor
15 under RCW 43.135.055.

16 (2) \$79,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$79,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for a grant for the operation of
19 the Northwest avalanche center.

20 (3) \$300,000 of the general fund--state appropriation for fiscal
21 year 2008 is provided solely for project scoping and cost estimating
22 for the agency's 2009-11 capital budget submittal.

23 (4) \$2,255,000 of the general fund--state appropriation for fiscal
24 year 2009 is provided solely for costs associated with relocating the
25 commission's Tumwater headquarters office.

26 (5) \$272,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$271,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for costs associated with
29 relocating the commission's eastern Washington regional headquarters
30 office.

31 (6) \$1,000,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$1,000,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely for replacing vehicles and
34 equipment.

35 (7) \$1,611,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$1,428,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for planned and emergency
38 maintenance of park facilities.

1 (8) \$1,700,000 of the general fund--federal appropriation for
2 fiscal year 2009 is provided solely for the recreational boating safety
3 program.

4 (9) \$954,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$1,007,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the operations of Cama Beach
7 state park.

8 (10) \$25,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$25,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for implementation of Substitute
11 Senate Bill No. 5219 (weather and avalanche center). If the bill is
12 not enacted by June 30, 2007, the amounts provided in this subsection
13 shall lapse.

14 (11) \$9,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$9,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely for implementation of Substitute
17 Senate Bill No. 5463 (forest fire protection). If the bill is not
18 enacted by June 30, 2007, the amounts provided in this subsection shall
19 lapse.

20 (12) \$42,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$42,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely for implementation of Substitute
23 Senate Bill No. 5236 (public lands management). If the bill is not
24 enacted by June 30, 2007, the amounts provided in this subsection shall
25 lapse.

26 (13) \$264,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$217,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely to establish a pilot lifeguard
29 program at Lake Sammamish and Nolte state parks. The department shall
30 complete a comprehensive risk analysis to determine if expansion of the
31 lifeguard program or other drowning risk reduction measures should be
32 implemented. The department shall report its findings to the office of
33 financial management and the appropriate committees of the legislature
34 by July 1, 2009.

35 (14) \$232,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$233,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for the development of a long-
38 range plan for Fort Worden state park, including architectural and site

1 design guidelines, business and operations implementation, site and
2 facilities use plan, and for the department to convene a task force to
3 recommend alternative governance structures for the park.

4 (15) \$1,600,000 of the parks renewal stewardship account--state
5 appropriation is provided solely for operating state parks, developing
6 and renovating park facilities, undertaking deferred maintenance,
7 enhancing park stewardship and other state park purposes, pursuant to
8 Substitute House Bill No. 2275 (raising funds for state parks).
9 Expenditures from the amount provided in this subsection shall not
10 exceed actual revenues received under Substitute House Bill No. 2275.
11 If the bill is not enacted by June 30, 2007, the amounts provided in
12 this subsection shall lapse.

13 NEW SECTION. **Sec. 304. FOR THE INTERAGENCY COMMITTEE FOR OUTDOOR**
14 **RECREATION**

15	General Fund--State Appropriation (FY 2008)	\$1,557,000
16	General Fund--State Appropriation (FY 2009)	\$1,600,000
17	General Fund--Federal Appropriation	\$18,409,000
18	General Fund--Private/Local Appropriation	\$250,000
19	Aquatic Lands Enhancement Account--State Appropriation	\$277,000
20	Water Quality Account--State Appropriation (FY 2008)	\$100,000
21	Water Quality Account--State Appropriation (FY 2009)	\$100,000
22	Firearms Range Account--State Appropriation	\$37,000
23	Recreation Resources Account--State Appropriation	\$2,819,000
24	Nonhighway and Off-Road Vehicles Activities Program	
25	Account--State Appropriation	\$1,004,000
26	Boating Activities Account--State Appropriation	\$2,000,000
27	TOTAL APPROPRIATION	\$28,153,000

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

30 (1) \$16,025,000 of the general fund--federal appropriation is
31 provided solely for implementation of the forest and fish agreement
32 rules. These funds shall be allocated to the department of natural
33 resources and the department of fish and wildlife.

34 (2) \$22,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$22,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely for the implementation of
37 Substitute Senate Bill No. 5372 (Puget Sound partnership). If the bill

1 is not enacted by June 30, 2007, the department shall execute
2 activities as described in Engrossed Substitute Senate Bill No. 5372
3 (Puget Sound partnership).

4 (3) \$2,000,000 of the boating activities account--state
5 appropriation is provided solely to implement Substitute House Bill No.
6 1651 (boating activities). If the bill is not enacted by June 30,
7 2007, the amount provided in this subsection shall lapse.

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

9	General Fund--State Appropriation (FY 2008)	\$1,134,000
10	General Fund--State Appropriation (FY 2009)	\$1,161,000
11	TOTAL APPROPRIATION	\$2,295,000

12 NEW SECTION. **Sec. 306. FOR THE CONSERVATION COMMISSION**

13	General Fund--State Appropriation (FY 2008)	\$2,889,000
14	General Fund--State Appropriation (FY 2009)	\$2,913,000
15	General Fund--Federal Appropriation	\$1,178,000
16	Water Quality Account--State Appropriation (FY 2008) . . .	\$7,301,000
17	Water Quality Account--State Appropriation (FY 2009) . . .	\$7,326,000
18	TOTAL APPROPRIATION	\$21,607,000

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

21 (1) \$100,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$100,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for supplementary basic funding
24 grants to the state's lowest-income conservation districts. The
25 supplementary grant process shall be structured to aid recipients in
26 becoming financially self-sufficient in the future.

27 (2) \$250,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$250,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely to implement Substitute Senate
30 Bill No. 5108 (office of farmland preservation). If the bill is not
31 enacted by June 30, 2007, the amounts provided in this subsection shall
32 lapse.

33 (3) \$250,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$250,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for the pioneers in conservation
36 program to provide grants through a competitive process to agricultural

1 landowners for projects that benefit fish and wildlife restoration and
 2 farm operations. Grants must be matched by an equal amount or more
 3 from nonstate sources with priority for projects identified in the
 4 Puget Sound Chinook salmon recovery plan and the Puget Sound
 5 partnership strategy.

6 (4) \$78,000 of the general fund--state appropriation for fiscal
 7 year 2008 and \$72,000 of the general fund--state appropriation for
 8 fiscal year 2009 are provided solely to implement Engrossed Second
 9 Substitute Senate Bill No. 5372 (Puget Sound partnership). If the bill
 10 is not enacted by June 30, 2007, the department shall execute
 11 activities as described in Engrossed Substitute Senate Bill No. 5372
 12 (Puget Sound partnership).

13 ***NEW SECTION. Sec. 307. FOR THE DEPARTMENT OF FISH AND WILDLIFE**

14	General Fund--State Appropriation (FY 2008)	\$55,453,000
15	General Fund--State Appropriation (FY 2009)	\$52,743,000
16	General Fund--Federal Appropriation	\$52,666,000
17	General Fund--Private/Local Appropriation	\$37,447,000
18	Off-Road Vehicle Account--State Appropriation	\$416,000
19	Aquatic Lands Enhancement Account--State	
20	Appropriation	\$6,070,000
21	Public Safety and Education Account--State	
22	Appropriation (FY 2008)	\$268,000
23	Public Safety and Education Account--State	
24	Appropriation (FY 2009)	\$325,000
25	Recreational Fisheries Enhancement--State	
26	Appropriation	\$3,628,000
27	Warm Water Game Fish Account--State Appropriation	\$3,024,000
28	Eastern Washington Pheasant Enhancement	
29	Account--State Appropriation	\$754,000
30	Aquatic Invasive Species Enforcement Account--State	
31	Appropriation	\$204,000
32	Aquatic Invasive Species Prevention Account--State	
33	Appropriation	\$842,000
34	Wildlife Account--State Appropriation	\$66,508,000
35	Wildlife Account--Federal Appropriation	\$34,552,000
36	Wildlife Account--Private/Local Appropriation	\$13,288,000
37	Game Special Wildlife Account--State Appropriation	\$1,991,000

1	Game Special Wildlife Account--Federal Appropriation . . .	\$8,923,000
2	Game Special Wildlife Account--Private/Local	
3	Appropriation	\$486,000
4	Water Quality Account--State Appropriation (FY 2008)	\$160,000
5	Water Quality Account--State Appropriation (FY 2009)	\$160,000
6	Environmental Excellence Account--State Appropriation	\$15,000
7	Regional Fisheries Salmonid Recovery Account--Federal	
8	Appropriation	\$2,751,000
9	Oil Spill Prevention Account--State Appropriation	\$1,104,000
10	Oyster Reserve Land Account--State Appropriation	\$417,000
11	Wildlife Rehabilitation Account--State Appropriation	\$352,000
12	TOTAL APPROPRIATION	\$344,547,000

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

15 (1) The department shall use the department of printing for
16 printing needs. Funds provided in this section may not be used to
17 staff or fund a stand-alone printing operation.

18 (2) \$175,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$175,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for the implementation of hatchery
21 reform recommendations defined by the hatchery scientific review group.

22 (3) The department shall support the activities of the aquatic
23 nuisance species coordination committee to foster state, federal,
24 tribal, and private cooperation on aquatic nuisance species issues.
25 The committee shall strive to prevent the introduction of nonnative
26 aquatic species and to minimize the spread of species that are
27 introduced.

28 (4) The department shall emphasize enforcement of laws related to
29 protection of fish habitat and the illegal harvest of salmon and
30 steelhead. Within the amount provided for the agency, the department
31 shall provide support to the department of health to enforce state
32 shellfish harvest laws.

33 (5) \$400,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$400,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for a state match to support the
36 Puget Sound nearshore partnership between the department and the U.S.
37 army corps of engineers.

1 (6) The department shall assist the office of regulatory assistance
2 in implementing activities consistent with the governor's regulatory
3 improvement program. The department shall support and provide
4 expertise to facilitate, coordinate, and simplify citizen and business
5 interactions so as to improve state regulatory processes involving
6 state, local, and federal stakeholders.

7 (7) \$634,000 of the general fund--state appropriation for fiscal
8 year 2008 is provided solely for operations and fish production costs
9 at department-operated Mitchell act hatchery facilities.

10 (8) Within the amount provided for the agency, the department shall
11 implement a joint management and collaborative enforcement agreement
12 with the confederated tribes of the Colville and the Spokane tribe.

13 (9) \$182,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$182,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely to continue the ballast water
16 management program in Puget Sound and expand the program to include the
17 Columbia river and coastal ports.

18 (10) \$250,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$250,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for hatchery facility maintenance
21 improvements.

22 (11) \$440,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$409,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for estimates of juvenile
25 abundance of federally listed salmon and steelhead populations. The
26 department shall report to the office of financial management and the
27 appropriate fiscal committees of the legislature with a letter stating
28 the use and measurable results of activities that are supported by
29 these funds.

30 (12) \$125,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$125,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely for the strategic budget and
33 accountability program.

34 (13) \$113,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$113,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely to implement Engrossed Substitute
37 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not

1 enacted by June 30, 2007, the department shall execute activities as
2 described in Engrossed Substitute Senate Bill No. 5372 (Puget Sound
3 partnership).

4 (14) Prior to submitting its 2009-11 biennial operating and capital
5 budget request related to state fish hatcheries to the office of
6 financial management, the department shall contract with the hatchery
7 scientific review group (HSRG) to review this request. This review
8 shall: (a) Determine if the proposed requests are consistent with HSRG
9 recommendations; (b) prioritize the components of the requests based on
10 their contributions to protecting wild salmonid stocks and meeting the
11 recommendations of the HSRG; and (c) evaluate whether the proposed
12 requests are being made in the most cost effective manner. The
13 department shall provide a copy of the HSRG review to the office of
14 financial management and the appropriate legislative committees by
15 October 1, 2008.

16 (15) \$43,000 of the general fund--state appropriation for fiscal
17 year 2008 is provided solely for the implementation of Substitute
18 Senate Bill No. 5447 (coastal Dungeness crab). If the bill is not
19 enacted by June 30, 2007, the amount provided in this subsection shall
20 lapse.

21 (16) \$4,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$4,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for the implementation of
24 Substitute Senate Bill No. 5463 (forest fire protection). If the bill
25 is not enacted by June 30, 2007, the amounts provided in this
26 subsection shall lapse.

27 (17) \$89,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$89,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for the implementation of
30 Substitute Senate Bill No. 6141 (forest health). If the bill is not
31 enacted by June 30, 2007, the amounts provided in this subsection shall
32 lapse.

33 (18) \$204,000 of the aquatic invasive species enforcement account--
34 state appropriation is provided solely for the implementation of
35 Substitute Senate Bill No. 5923 (aquatic invasive species). If the
36 bill is not enacted by June 30, 2007, the amount provided in this
37 subsection shall lapse.

1 (19) \$42,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$42,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for the implementation of
4 Substitute Senate Bill No. 5236 (public lands management). If the bill
5 is not enacted by June 30, 2007, the amounts provided in this
6 subsection shall lapse.

7 (20) \$352,000 of the wildlife rehabilitation account is provided
8 solely for the implementation of Senate Bill No. 5188 (wildlife
9 rehabilitation). If the bill is not enacted by June 30, 2007, the
10 amounts provided in this subsection shall lapse.

11 (21) \$77,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$75,000 of the general fund--state appropriation for
13 fiscal year 2009 are provided solely for the department of fish and
14 wildlife to participate in the upper Columbia salmon recovery plan
15 implementation, habitat conservation plan hatchery committees, and the
16 priest rapids salmon and steelhead agreement hatchery technical
17 committee.

18 (22) Within existing funds, the department of fish and wildlife
19 shall sell the upper 20-acre parcel of the Beebe springs property.
20 Proceeds from the sale are to be used to develop the Beebe springs
21 natural interpretive site.

22 ***(23) Within existing funds, the department of fish and wildlife in***
23 ***coordination with department of ecology shall evaluate environmental***
24 ***impacts of proposed sinking vessels in Puget Sound for dive***
25 ***attractions.***

26 ***(24) \$75,000 of the general fund--state appropriation for fiscal***
27 ***year 2008 and \$75,000 of the general fund--state appropriation for***
28 ***fiscal year 2009 are provided solely to implement Engrossed Substitute***
29 ***House Bill No. 1147 (damage to livestock). If the bill is not enacted***
30 ***by June 30, 2007, the amounts provided in this subsection shall lapse.***

31 (25) \$50,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$49,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely to implement Substitute House Bill
34 No. 2049 (marine resource committees). If the bill is not enacted by
35 June 30, 2007, the amounts provided in this subsection shall lapse.

36 (26) \$35,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$35,000 of the general fund--state appropriation for
38 fiscal year 2009 are provided solely for a study of introducing oxygen

1 to the waters of Hood Canal. The study shall propose a location in a
2 small marine area where a large number of bottom-dwelling fish species
3 exist, and analyze the impact of injected dissolved oxygen on aquatic
4 life. The department shall report to the appropriate committees of the
5 legislature on the results of the study and recommend whether to
6 proceed with a project to inject oxygen into Hood Canal.

7 (27) \$1,310,000 of the general fund--state appropriation for fiscal
8 year 2008 is provided solely to replace state wildlife account funds
9 for the engineering program and \$1,190,000 of the general fund--state
10 appropriation for fiscal year 2008 are provided solely to replace state
11 wildlife account funds for the hydraulic project permitting program,
12 including the development of a permit fee schedule for the hydraulic
13 project approval program to make the program self supporting. Fees may
14 be based on factors relating to the complexity of the permit issuance.
15 The fees received by the department must be deposited into the state
16 wildlife account and shall be expended exclusively for the purposes of
17 the hydraulic project permitting program. By December 1, 2008, the
18 department shall provide a permit fee schedule for the hydraulic
19 project approval program to the office of financial management and the
20 appropriate committees of the legislature.

21 (28) \$245,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$245,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely to the department to work in
24 cooperation with the department of natural resources to assist with the
25 implementation of the wild horse coordinated resource management plan.
26 Implementation may include providing grant funding to other state and
27 nonstate entities as needed.

28 (29) \$270,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$270,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely for the department to develop
31 siting guidelines for power generation facilities, provide technical
32 assistance for permitting, support voluntary compliance with the
33 guidelines, and to conduct bird and wildlife assessments on state lands
34 most eligible for wind power leases.

35 ***(30) The department may not expend amounts appropriated in this***
36 ***section to enforce RCW 77.15.194 regarding (a) trapping by mole***
37 ***exterminators; or (b) removal of mountain beaver from forest lands.***

1 (31) \$50,000 of the general fund--state appropriation for fiscal
 2 year 2008 is provided solely to implement Second Substitute House Bill
 3 No. 2220 (shellfish). The department shall develop and maintain an
 4 electronic database for aquatic farmer registration. If the bill is
 5 not enacted by June 30, 2007, the amount provided in this subsection
 6 shall lapse.

**Sec. 307 was partially vetoed. See message at end of chapter.*

7 NEW SECTION. **Sec. 308. FOR THE DEPARTMENT OF NATURAL RESOURCES**

8	General Fund--State Appropriation (FY 2008)	\$48,497,000
9	General Fund--State Appropriation (FY 2009)	\$50,818,000
10	General Fund--Federal Appropriation	\$25,235,000
11	General Fund--Private/Local Appropriation	\$1,413,000
12	Forest Development Account--State Appropriation	\$58,165,000
13	Off-Road Vehicle Account--State Appropriation	\$4,318,000
14	Surveys and Maps Account--State Appropriation	\$2,536,000
15	Aquatic Lands Enhancement Account--State	
16	Appropriation	\$7,773,000
17	Resources Management Cost Account--State	
18	Appropriation	\$96,177,000
19	Surface Mining Reclamation Account--State	
20	Appropriation	\$3,295,000
21	Disaster Response Account--State Appropriation	\$5,000,000
22	Forest and Fish Support Account--State Appropriation	\$4,000,000
23	Water Quality Account--State Appropriation (FY 2008)	\$1,348,000
24	Water Quality Account--State Appropriation (FY 2009)	\$1,360,000
25	Aquatic Land Dredged Material Disposal Site	
26	Account--State Appropriation	\$1,337,000
27	Natural Resources Conservation Areas Stewardship	
28	Account--State Appropriation	\$34,000
29	State Toxics Control Account--State Appropriation	\$80,000
30	Air Pollution Control Account--State Appropriation	\$570,000
31	Nonhighway and Off-Road Vehicle Activities Program	
32	Account--State Appropriation	\$982,000
33	Derelict Vessel Removal Account--State Appropriation	\$3,652,000
34	Agricultural College Trust Management Account--State	
35	Appropriation	\$2,064,000
36	TOTAL APPROPRIATION	\$318,654,000

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

3 (1) \$122,000 of the general fund--state appropriation for fiscal
4 year 2008 and \$162,000 of the general fund--state appropriation for
5 fiscal year 2009 are provided solely for deposit into the agricultural
6 college trust management account and are provided solely to manage
7 approximately 70,700 acres of Washington State University's
8 agricultural college trust lands.

9 (2) \$11,463,000 of the general fund--state appropriation for fiscal
10 year 2008, \$13,792,000 of the general fund--state appropriation for
11 fiscal year 2009, and \$5,000,000 of the disaster response account--
12 state appropriation are provided solely for emergency fire suppression.
13 None of the general fund and disaster response account amounts provided
14 in this subsection may be used to fund agency indirect and
15 administrative expenses. Agency indirect and administrative costs
16 shall be allocated among the agency's remaining accounts and
17 appropriations.

18 (3) Fees approved by the department of natural resources and the
19 board of natural resources in the 2007-09 biennium are authorized to
20 exceed the fiscal growth factor under RCW 43.135.055.

21 (4) \$198,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$199,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for the department to work with
24 appropriate stakeholders and state agencies in determining how
25 privately owned lands, in combination with other land ownership such as
26 public and tribal lands, contribute to wildlife habitat. The
27 assessment will also determine how commercial forests, forest lands on
28 the urban fringe, and small privately-owned forest lands that are
29 managed according to Washington's forest and fish prescriptions, in
30 combination with other forest management activities, function as
31 wildlife habitat now and in the future.

32 (5) \$2,500,000 of the forest and fish support account--state
33 appropriation is provided solely for adaptive management, monitoring,
34 and participation grants to tribes. If federal funding for this
35 purpose is reinstated, the amount provided in this subsection shall
36 lapse.

37 (6) \$400,000 of the forest and fish support account--state
38 appropriation is provided solely for adaptive management, monitoring,

1 and participation grants to the departments of ecology and fish and
2 wildlife. If federal funding for this purpose is reinstated, this
3 subsection shall lapse.

4 (7) The department shall prepare a feasibility study that analyzes
5 applicable business processes and develops the scope, requirements, and
6 alternatives for replacement of the department's current suite of
7 payroll-support systems. The department shall use an independent
8 consultant to assist with the study, and shall submit the completed
9 analysis to the office of financial management, the department of
10 personnel, and the department of information services by August 1,
11 2008.

12 (8) \$600,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$600,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely to continue interagency agreements
15 with the department of fish and wildlife and the department of ecology
16 for forest and fish report field implementation tasks.

17 (9) All department staff serving as recreation-management trail
18 stewards shall be noncommissioned.

19 (10) \$112,000 of the aquatic lands enhancement account--state
20 appropriation is provided solely for spartina eradication efforts. The
21 department may enter into agreements with federal agencies to eradicate
22 spartina from private lands that may provide a source of reinfestation
23 to public lands.

24 (11) \$40,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$40,000 of the general fund--state appropriation for
26 fiscal year 2009 are provided solely for the department to convene and
27 staff a work group to study issues related to wildfire prevention and
28 protection. The work group shall be composed of members representing
29 rural counties in eastern and western Washington, fire districts,
30 environmental protection organizations, industrial forest landowners,
31 the agricultural community, the beef industry, small forest landowners,
32 the building industry, realtors, the governor or a designee, the
33 insurance commissioner or a designee, the office of financial
34 management, the state fire marshal or a designee, the state building
35 code council, and the commissioner or public lands or a designee. The
36 work group shall issue a report of findings and recommendations to the
37 appropriate committees of the legislature by August 1, 2008.

1 (12) \$249,000 of the aquatic lands enhancement account--state
2 appropriation is provided solely to implement Engrossed Substitute
3 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not
4 enacted by June 30, 2007, the department shall execute activities as
5 described in Engrossed Substitute Senate Bill No. 5372 (Puget Sound
6 partnership).

7 (13) \$2,000,000 of the derelict vessel removal account--state
8 appropriation is provided solely for the implementation of Engrossed
9 Second Substitute Senate Bill No. 6044 (derelict vessels). If the bill
10 is not enacted by June 30, 2007, the amount provided in this subsection
11 shall lapse.

12 (14) \$42,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$42,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for the implementation of
15 Substitute Senate Bill No. 5236 (public lands management). If the bill
16 is not enacted by June 30, 2007, the amounts provided in this
17 subsection shall lapse.

18 (15) \$14,000 of the forest development account--state appropriation
19 and \$52,000 of the resources management cost account--state
20 appropriation are provided solely for implementation of Substitute
21 Senate Bill No. 5463 (forest fire protection). If the bill is not
22 enacted by June 30, 2007, the amounts provided in this subsection shall
23 lapse.

24 (16) \$1,000,000 of the general fund--state appropriation for fiscal
25 year 2008 is provided solely for the removal of one or two large
26 floating dry docks off Lake Washington near the Port Quendall site in
27 north Renton.

28 (17) \$547,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$726,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely for the implementation of
31 Substitute Senate Bill No. 6141 (forest health). If the bill is not
32 enacted by June 30, 2007, the amounts provided in this subsection shall
33 lapse.

34 (18) \$22,000 of the surface mining reclamation account--state
35 appropriation and \$22,000 of the resources management cost account--
36 state appropriation are provided solely for the implementation of
37 Substitute Senate Bill No. 5972 (surface mining reclamation). If the

1 bill is not enacted by June 30, 2007, the amounts in this subsection
2 shall lapse.

3 (19) \$125,000 of the general fund--state appropriation for fiscal
4 year 2008, \$125,000 of the general fund--state appropriation for fiscal
5 year 2009, and \$250,000 of the resource management cost account--state
6 appropriation are provided solely to extend the 2005-2007 contract with
7 the University of Washington college of forestry resources for
8 additional research and technical assistance on the future of
9 Washington forests. Reports shall be submitted by June 30, 2009, to
10 the appropriate committees of the legislature on the following topics:

11 (a) An exploration of the potential markets for renewable energy
12 from biomass from Washington forests, especially from material removed
13 from eastern Washington forests as part of forest health improvement
14 efforts. This exploration shall assess the feasibility of converting
15 large amounts of underutilized forest biomass into useful products and
16 green energy by providing required analyses needed to efficiently
17 collect and deliver forest biomass to green energy end users. The role
18 of transportation and processing infrastructure in developing markets
19 for such material for both clean energy and value-added products shall
20 be included in the exploration. The college shall coordinate with
21 Washington State University efforts to identify what new biological,
22 chemical, and engineering technologies are emerging for converting
23 forest biomass to clean and efficient energy.

24 (b) Recommendations for the college's northwest environmental forum
25 for retaining the highest valued working forest lands at risk of
26 conversion to nonforest uses. These recommendations should include an
27 examination of means to enhance biodiversity through strategic
28 retention of certain lands, as well as economic incentives for
29 landowners to retain lands as working forests and provide ecosystem
30 services. The recommendations shall consider the health and value of
31 the forest lands, the rate of loss of working forest lands in the area,
32 the risk to timber processing infrastructure from continued loss of
33 working forest lands, and the multiple benefits derived from retaining
34 working forest lands. The recommendations shall prioritize forest
35 lands in the Cascade foothills, which include the area generally
36 encompassing the nonurbanized lands within the Cascade mountain range
37 and drainages lying between three hundred and three thousand feet above

1 mean sea level, and located within Whatcom, Skagit, Snohomish, King,
2 Pierce, Thurston, and Lewis counties.

3 (20) \$25,000 of the general fund--state appropriation for fiscal
4 year 2008 and \$25,000 of the general fund--state appropriation for
5 fiscal year 2009 are provided solely for Chelan county, as the chair of
6 the Stemilt partnership, to perform the following:

7 (a) Work with private and public land management entities to
8 identify and evaluate land ownership possibilities;

9 (b) Allocate up to \$10,000 to the department of fish and wildlife
10 to perform technical studies, baseline assessments, environmental
11 review, due diligence, and similar real estate evaluations; and

12 (c) Implement real estate transactions based on the results of the
13 studies.

14 (21) \$15,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$15,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely for health benefits to Washington
17 conservation corps employees.

18 (22) \$300,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$300,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for staff support for the natural
21 heritage program to integrate, analyze, and provide bird area
22 information, and for state designations and mapping support, among
23 other activities.

24 (23) \$48,000 of the resource management cost account--state
25 appropriation is provided solely to implement Second Substitute House
26 Bill No. 2220 (shellfish). The department shall participate in a
27 shellfish aquaculture regulatory committee, convened by the department
28 of ecology. If the bill is not enacted by June 30, 2007, the amount
29 provided in this subsection shall lapse.

30 (24) \$150,000 of the general fund--private/local appropriation is
31 provided solely for the implementation of Substitute Senate Bill No.
32 5445 (cost-reimbursement agreements). If the bill is not enacted by
33 June 30, 2007, the amount provided in this subsection shall lapse.

34 **NEW SECTION. Sec. 309. FOR THE DEPARTMENT OF AGRICULTURE**

35	General Fund--State Appropriation (FY 2008)	\$14,071,000
36	General Fund--State Appropriation (FY 2009)	\$14,152,000
37	General Fund--Federal Appropriation	\$11,441,000

1	General Fund--Private/Local Appropriation	\$422,000
2	Aquatic Lands Enhancement Account--State	
3	Appropriation	\$2,062,000
4	Energy Freedom Account--State Appropriation	\$500,000
5	Water Quality Account--State Appropriation (FY 2008)	\$604,000
6	Water Quality Account--State Appropriation (FY 2009)	\$618,000
7	State Toxics Control Account--State Appropriation	\$4,120,000
8	Water Quality Permit Account--State Appropriation	\$61,000
9	TOTAL APPROPRIATION	\$48,051,000

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

12 (1) Fees and assessments approved by the department in the 2007-09
13 biennium are authorized to exceed the fiscal growth factor under RCW
14 43.135.055.

15 (2) Within funds appropriated in this section, the department, in
16 addition to the authority provided in RCW 17.26.007, may enter into
17 agreements with federal agencies to eradicate spartina from private
18 lands that may provide a source of reinfestation to public lands.

19 (3) \$78,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$72,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely to implement Engrossed Substitute
22 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not
23 enacted by June 30, 2007, the department shall execute activities as
24 described in Engrossed Substitute Senate Bill No. 5372 (Puget Sound
25 partnership).

26 (4) \$62,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$63,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for a study to evaluate the use of
29 sugar beets for the production of biofuels.

30 (5) \$275,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$275,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely for direct allocation, without
33 deduction, to the Washington tree fruit research commission,
34 established under chapter 15.26 RCW, for development and implementation
35 of a pest management transition program to reduce the use by the tree
36 fruit industry of certain organophosphate insecticides.

37 (6) \$250,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$250,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for distribution to counties with
2 weed boards to control invasive weeds. Of this amount, \$150,000 of the
3 general fund--state appropriation for fiscal year 2008 and \$150,000 of
4 the general fund--state appropriation for fiscal year 2009 are provided
5 solely to control Japanese knotweed in counties with weed boards.

6 (7) \$250,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$250,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely for pass through funding to the
9 nonprofit opportunities industrialization center to provide training to
10 agricultural workers related to farm skills, English as a second
11 language, and other skills.

12 NEW SECTION. **Sec. 310. FOR THE WASHINGTON POLLUTION LIABILITY**
13 **REINSURANCE PROGRAM**

14 Pollution Liability Insurance Program Trust
15 Account--State Appropriation \$799,000

16 NEW SECTION. **Sec. 311. FOR THE PUGET SOUND PARTNERSHIP**

17 General Fund--State Appropriation (FY 2008) \$500,000
18 General Fund--State Appropriation (FY 2009) \$500,000
19 General Fund--Federal Appropriation \$1,155,000
20 General Fund--Private/Local Appropriation \$2,500,000
21 Aquatic Lands Enhancement Account--State Appropriation . . . \$500,000
22 Water Quality Account--State Appropriation (FY 2008) . . . \$3,458,000
23 Water Quality Account--State Appropriation (FY 2009) . . . \$3,459,000
24 TOTAL APPROPRIATION \$12,072,000

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

27 (1) \$1,000,000 of the water quality account--state appropriation
28 for fiscal year 2008, \$1,000,000 of the water quality account--state
29 appropriation for fiscal year 2009, and \$2,500,000 of the general
30 fund--private/local appropriation are provided solely for the education
31 of citizens through attracting and utilizing volunteers to engage in
32 activities that result in environmental benefits.

33 (2) \$2,208,000 of the water quality account--state appropriation
34 for fiscal year 2008, \$2,209,000 of the water quality account--state
35 appropriation for fiscal year 2009, \$500,000 of the general fund--state
36 appropriation for fiscal year 2008, \$500,000 of the general fund--state

1 appropriation for fiscal year 2009, and \$1,155,000 of the general
2 fund--federal appropriation are provided solely to implement Substitute
3 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not
4 enacted by June 30, 2007, then \$2,208,000 of the water quality
5 account--state appropriation for fiscal year 2008, \$2,209,000 of the
6 water quality account--state appropriation for fiscal year 2009,
7 \$1,155,000 of the general fund--federal appropriation, \$500,000 of the
8 general fund--state appropriation for fiscal year 2008, and \$500,000 of
9 the general fund--state appropriation for fiscal year 2009 are
10 appropriated to the office of the governor for operation of the Puget
11 Sound action team.

12 (3) To implement the 2007-09 Puget Sound biennial plan required by
13 Engrossed Substitute Senate Bill No. 5372 (Puget Sound partnership),
14 funding is provided solely for Puget Sound recovery activities in the
15 budgets of selected agencies and institutions of higher education,
16 including the department of agriculture, department of community, trade
17 and economic development, conservation commission, department of
18 ecology, department of fish and wildlife, department of health,
19 interagency committee for outdoor recreation, department of natural
20 resources, state parks and recreation commission, the Puget Sound
21 partnership, University of Washington, and Washington State University.
22 During the 2007-09 biennium, moneys are provided solely for these
23 agencies and institutions of higher education as provided for in LEAP
24 document PSAT-2007.

(End of part)

PART IV
TRANSPORTATION

NEW SECTION. **Sec. 401. FOR THE DEPARTMENT OF LICENSING**

4	General Fund--State Appropriation (FY 2008)	\$1,727,000
5	General Fund--State Appropriation (FY 2009)	\$2,000,000
6	Architects' License Account--State Appropriation	\$762,000
7	Cemetery Account--State Appropriation	\$240,000
8	Professional Engineers' Account--State Appropriation	\$3,484,000
9	Real Estate Commission Account--State Appropriation	\$8,883,000
10	Master License Account--State Appropriation	\$14,072,000
11	Uniform Commercial Code Account--State Appropriation	\$3,086,000
12	Real Estate Education Account--State Appropriation	\$276,000
13	Real Estate Appraiser Commission Account--State	
14	Appropriation	\$1,684,000
15	Business Professions Account--State Appropriation	\$10,190,000
16	Real Estate Research Account--State Appropriation	\$320,000
17	Funeral Directors And Embalmers Account--State	
18	Appropriation	\$597,000
19	Geologists' Account--State Appropriation	\$57,000
20	Data Processing Revolving Account--State Appropriation	\$29,000
21	Derelict Vessel Removal Account--State Appropriation	\$31,000
22	TOTAL APPROPRIATION	\$47,438,000

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

25 (1) In accordance with RCW 43.24.086, it is the policy of the state
26 of Washington that the cost of each professional, occupational, or
27 business licensing program be fully borne by the members of that
28 profession, occupation, or business. For each licensing program
29 covered by RCW 43.24.086, the department shall set fees at levels
30 sufficient to fully cover the cost of administering the licensing
31 program, including any costs associated with policy enhancements funded
32 in the 2007-09 fiscal biennium. Pursuant to RCW 43.135.055, during the
33 2007-09 fiscal biennium, the department may increase fees in excess of
34 the fiscal growth factor if the increases are necessary to fully fund
35 the costs of the licensing programs.

1 (2) \$230,000 of the master license account--state appropriation is
 2 provided solely for Engrossed Second Substitute House Bill No. 1461
 3 (manufactured/mobile home dispute resolution). If the bill is not
 4 enacted by June 30, 2007, the amount provided in this subsection shall
 5 lapse.

6 ***NEW SECTION. Sec. 402. FOR THE STATE PATROL**

7	General Fund--State Appropriation (FY 2008)	\$38,903,000
8	General Fund--State Appropriation (FY 2009)	\$37,102,000
9	General Fund--Federal Appropriation	\$5,629,000
10	General Fund--Private/Local Appropriation	\$1,223,000
11	Death Investigations Account--State Appropriation	\$5,510,000
12	Public Safety and Education Account--State	
13	Appropriation (FY 2008)	\$1,476,000
14	Public Safety and Education Account--State	
15	Appropriation (FY 2009)	\$1,532,000
16	Enhanced 911 Account--State Appropriation	\$572,000
17	County Criminal Justice Assistance Account--State	
18	Appropriation	\$3,155,000
19	Municipal Criminal Justice Assistance	
20	Account--State Appropriation	\$1,244,000
21	Fire Service Trust Account--State Appropriation	\$131,000
22	Disaster Response Account--State Appropriation	\$2,000
23	Fire Service Training Account--State Appropriation	\$7,936,000
24	Aquatic Invasive Species Enforcement	
25	Account--State Appropriation	\$54,000
26	State Toxics Control Account--State Appropriation	\$502,000
27	Violence Reduction and Drug Enforcement	
28	Account--State Appropriation (FY 2008)	\$3,007,000
29	Violence Reduction and Drug Enforcement	
30	Account--State Appropriation (FY 2009)	\$4,429,000
31	Fingerprint Identification Account--State	
32	Appropriation	\$6,928,000
33	DNA Data Base Account--State Appropriation	\$170,000
34	TOTAL APPROPRIATION	\$119,505,000

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

1 (1) \$233,000 of the general fund--state appropriation for fiscal
2 year 2008, \$282,000 of the general fund--state appropriation for fiscal
3 year 2009, and \$357,000 of the fingerprint identification
4 account--state appropriation are provided solely for workload
5 associated with implementation of the federal Adam Walsh Act -- the
6 Children's Safety and Violent Crime Reduction Act of 2006.

7 (2) In accordance with RCW 10.97.100 and chapter 43.43 RCW, the
8 Washington state patrol is authorized to perform and charge fees for
9 criminal history and background checks for state and local agencies,
10 and nonprofit and other private entities and disseminate the records.
11 It is the policy of the state of Washington that the fees cover, as
12 nearly as practicable, the direct and indirect costs of performing
13 criminal history and background checks activities. Pursuant to RCW
14 43.135.055, during the 2007-2009 fiscal biennium, the Washington state
15 patrol may increase fees in excess of the fiscal growth factor if the
16 increases are necessary to fully fund the direct and indirect cost of
17 the criminal history and background check activities.

18 (3) \$200,000 of the fire service training account--state
19 appropriation is provided solely for two FTEs in the office of the
20 state director of fire protection to exclusively review K-12
21 construction documents for fire and life safety in accordance with the
22 state building code. It is the intent of this appropriation to provide
23 these services only to those districts that are located in counties
24 without qualified review capabilities.

25 (4) \$250,000 of the fire service training account--state
26 appropriation is provided solely to implement the provisions of Senate
27 Bill No. 6119 (firefighter apprenticeship training program). If the
28 bill is not enacted by June 30, 2007, the amounts provided in this
29 subsection shall lapse.

**Sec. 402 was partially vetoed. See message at end of chapter.*

(End of part)

PART V
EDUCATION

NEW SECTION. **Sec. 501. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

 (1) STATE AGENCY OPERATIONS

General Fund--State Appropriation (FY 2008)	\$21,815,000
General Fund--State Appropriation (FY 2009)	\$22,147,000
General Fund--Federal Appropriation	\$21,551,000
TOTAL APPROPRIATION	\$65,513,000

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

(a) \$11,920,000 of the general fund--state appropriation for fiscal year 2008 and \$12,362,000 of the general fund--state appropriation for fiscal year 2009 are provided solely for the operation and expenses of the office of the superintendent of public instruction. Within the amounts provided in this subsection, the superintendent shall recognize the extraordinary accomplishments of four students who have demonstrated a strong understanding of the civics essential learning requirements to receive the Daniel J. Evans civic education award. The students selected for the award must demonstrate understanding through completion of at least one of the classroom-based civics assessment models developed by the superintendent of public instruction, and through leadership in the civic life of their communities. The superintendent shall select two students from eastern Washington and two students from western Washington to receive the award, and shall notify the governor and legislature of the names of the recipients.

(b) \$1,080,000 of the general fund--state appropriation for fiscal year 2008 and \$815,000 of the general fund--state appropriation for fiscal year 2009 are provided solely for the operation and expenses of the state board of education, including basic education assistance activities. Within the amounts provided, the board shall implement the provisions of Second Substitute House Bill No. 1906 (improving mathematics and science education) for which it is responsible, including: (i) Develop a comprehensive set of recommendations for an accountability system; (ii) adopt high school graduation requirements aligned with international performance standards in mathematics and

1 science and, in conjunction with the office of the superintendent of
2 public instruction, identify no more than three curricula that are
3 aligned with these standards; and (iii) review all requirements related
4 to the high school diploma as directed by section 405, chapter 263,
5 Laws of 2006.

6 (c) \$4,779,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$6,033,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely to the professional educator
9 standards board for the following:

10 (i) \$930,000 in fiscal year 2008 and \$1,070,000 in fiscal year 2009
11 are for the operation and expenses of the Washington professional
12 educator standards board, including administering the alternative
13 routes to certification program, pipeline for paraeducators conditional
14 scholarship loan program, and the retooling to teach math conditional
15 loan program. Within the amounts provided in this subsection
16 (1)(d)(i), the professional educator standards board shall: (A) Revise
17 the teacher mathematics endorsement competencies and alignment of
18 teacher tests to the updated competencies; (B) review teacher
19 preparation requirements in cultural understanding and make
20 recommendations for strengthening these standards; (C) create a new
21 professional level teacher assessment; (D) expand the alternative
22 routes to teacher certification program for business professionals and
23 instructional assistants who will teach math and science; and (E)
24 revise requirements for college and university teacher preparation
25 programs to match a new knowledge- and skill-based performance system;
26 and

27 (ii) \$3,269,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$4,289,000 of the general fund--state appropriation for
29 fiscal year 2009 are for conditional scholarship loans and mentor
30 stipends provided through the alternative routes to certification
31 program administered by the professional educator standards board. Of
32 the amounts provided in this subsection (1)(d)(ii):

33 (A) \$500,000 each year is provided solely for conditional
34 scholarships to candidates seeking an endorsement in special education,
35 math, science, or bilingual education;

36 (B) \$2,210,000 for fiscal year 2008 and \$3,230,000 for fiscal year
37 2009 are for the expansion of conditional scholarship loans and mentor
38 stipends for individuals enrolled in alternative route state

1 partnership programs and seeking endorsements in math, science, special
2 education or bilingual education as follows: (I) For route one interns
3 (those currently holding associates of arts degrees), in fiscal year
4 2008, 120 interns seeking endorsements in the specified subject areas
5 and for fiscal year 2009, an additional 120 interns in the specified
6 subject areas; and (II) for all other routes, funding is provided each
7 year for 140 interns seeking endorsements in the specified subject
8 areas;

9 (C) Remaining amounts in this subsection (1)(d)(ii) shall be used
10 to continue existing alternative routes to certification programs; and

11 (D) Candidates seeking math and science endorsements under (A) and
12 (B) of this subsection shall receive priority for funding;

13 (iii) \$236,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$231,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for the recruiting Washington
16 teachers program established in Second Substitute Senate Bill No. 5955
17 (educator preparation, professional development, and compensation).

18 (iv) \$100,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$200,000 of the general fund--state appropriation for
20 fiscal year 2009 provided in this subsection (1)(d) are for \$4,000
21 conditional loan stipends for paraeducators participating in the
22 pipeline for paraeducators established in Second Substitute House Bill
23 No. 1906 (improving mathematics and science education); and

24 (v) \$244,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$244,000 of the general fund--state appropriation for
26 fiscal year 2009 are for conditional stipends for certificated teachers
27 pursuing a mathematics or science endorsement under the retooling to
28 teach mathematics or science program established in Second Substitute
29 House Bill No. 1906 (improving mathematics and science education). The
30 conditional stipends shall be for endorsement exam fees as well as
31 stipends for teachers who must also complete coursework.

32 (d) \$555,000 of the general fund--state appropriation for fiscal
33 year 2008 is provided solely for increased attorney general fees
34 related to education litigation.

35 (e) \$300,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$300,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for replacement of the

1 apportionment system, which includes the processes that collect school
2 district budget and expenditure information, staffing characteristics,
3 and the student enrollments that drive the funding process.

4 (f) \$78,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$78,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely to provide direct services and
7 support to schools around an integrated, interdisciplinary approach to
8 instruction in conservation, natural resources, sustainability, and
9 human adaptation to the environment. Specific integration efforts will
10 focus on science, math, and the social sciences. Integration between
11 basic education and career and technical education, particularly
12 agricultural and natural sciences education, is to be a major element.

13 (g) \$1,336,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$1,227,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for the creation of a statewide
16 data base of longitudinal student information. This amount is
17 conditioned on the department satisfying the requirements in section
18 902 of this act.

19 (h) \$325,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$325,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for comprehensive cultural
22 competence and anti-bias education programs for educators and students.
23 The office of superintendent of public instruction shall administer
24 grants to school districts with the assistance and input of groups such
25 as the anti-defamation league and the Jewish federation of Seattle.

26 (i) \$50,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$50,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely to promote the financial literacy
29 of students. The effort will be coordinated through the financial
30 literacy public-private partnership.

31 (j) \$204,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$66,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely for the implementation of
34 Engrossed Second Substitute Senate Bill No. 5843 (regarding educational
35 data and data systems). If the bill is not enacted by June 30, 2007,
36 the amounts provided in this subsection shall lapse.

37 (k) \$114,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$114,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for the implementation of
2 Substitute House Bill No. 1052 (legislative youth advisory council).
3 If the bill is not enacted by June 30, 2007, the amounts provided in
4 this subsection shall lapse.

5 (l) \$162,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$31,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely for the implementation of
8 Engrossed Second Substitute House Bill No. 1422 (children and families
9 of incarcerated parents). If the bill is not enacted by June 30, 2007,
10 the amounts provided in this subsection shall lapse.

11 (m) \$28,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$27,000 of the general fund--state appropriation for
13 fiscal year 2009 are provided solely for the implementation of Second
14 Substitute Senate Bill No. 5098 (Washington college bound scholarship).
15 If the bill is not enacted by June 30, 2007, the amounts provided in
16 this subsection shall lapse.

17 (n) \$46,000 of the general fund--state appropriation for fiscal
18 year 2008 and \$3,000 of the general fund--state appropriation for
19 fiscal year 2009 are provided solely for the implementation of
20 Engrossed Substitute Senate Bill No. 5297 (regarding providing
21 medically and scientifically accurate sexual health education in
22 schools). If the bill is not enacted by June 30, 2007, the amounts
23 provided in this subsection shall lapse.

24 (o) \$45,000 of the general fund--state appropriation for fiscal
25 year 2008 is provided solely for the office of superintendent of public
26 instruction to convene a workgroup to develop school food allergy
27 guidelines and policies for school district implementation. The
28 workgroup shall complete the development of the food allergy guidelines
29 and policies by March 31, 2008, in order to allow for school district
30 implementation in the 2008-2009 school year. The guidelines developed
31 shall incorporate state and federal laws that impact management of food
32 allergies in school settings.

33 (p) \$42,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$42,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely to support a program to recognize
36 the work of outstanding classified staff in school districts throughout
37 the state.

1 (q) \$96,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$98,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely to support a full-time director of
4 skills centers within the office of the superintendent of public
5 instruction.

6 (r) \$555,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$475,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely to the office of the
9 superintendent of public instruction to contract with the northwest
10 educational research laboratory (NWREL) to conduct two educational
11 studies. Specifically, NWREL shall:

12 (i) Conduct a study regarding teacher preparation, training, and
13 coordinated instructional support strategies for English language
14 learners, as outlined in Engrossed Second Substitute Senate Bill No.
15 5841 (enhancing student learning opportunities and achievement). An
16 interim report is due November 1, 2008, and the final report is due
17 December 1, 2009. Both reports shall be delivered to the governor, the
18 office of the superintendent of public instruction, and the appropriate
19 early learning, education, and fiscal committees of the legislature;
20 and

21 (ii) Conduct a study of the effectiveness of the K-3 demonstration
22 projects as outlined in Engrossed Second Substitute Senate Bill No.
23 5841 (enhancing student learning opportunities and achievement). An
24 interim report is due November 1, 2008, and the final report is due
25 December 1, 2009. Both reports shall be delivered to the governor, the
26 office of the superintendent of public instruction, and the appropriate
27 early learning, education, and fiscal committees of the legislature.

28 (s) \$100,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$100,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely to the office of the
31 superintendent of public instruction to contract with Washington State
32 University social and economic sciences research center (WSU-SESRC) to
33 conduct to educational research studies. The WSU-SESRC shall:

34 (i) Conduct a study which reviews chapter 207, Laws of 2002
35 (bullying in schools), evaluate the outcomes resulting from the
36 legislation, and to make recommendations for continued improvement.
37 The study shall, at a minimum, determine: (A) Whether the policies
38 have been developed and implemented in all elementary, middle, and high

1 schools; (B) whether there has been any measurable improvement in the
2 safety and civility of schools' climate and environment as a result of
3 the legislation; (C) whether there are still issues that need to be
4 addressed in light of the original intent of the legislation; and (D)
5 recommended actions to be taken at the school, district, and state
6 level to address the identified issues. Additionally, WSU-SESRC shall
7 research and identify effective programs and the components of
8 effective programs. A report shall be submitted to the education
9 committees of the legislature and the office of the superintendent of
10 public instruction by September 1, 2008.

11 (ii) Conduct an evaluation of the mathematics and science
12 instructional coach program as described in Second Substitute House
13 Bill No. 1906 (improving mathematics and science education). Findings
14 shall include an evaluation of the coach development institute,
15 coaching support seminars, and other coach support activities;
16 recommendations with regard to the characteristics required of the
17 coaches; identification of changes in teacher instruction related to
18 coaching activities; and identification of the satisfaction level with
19 coaching activities as experienced by classroom teachers and
20 administrators. An interim report is due November 1, 2008. The final
21 report is due December 1, 2009. Both the interim and final report
22 shall be presented to the governor, the office of the superintendent of
23 public instruction, and the education and fiscal committees of the
24 legislature.

25 (2) STATEWIDE PROGRAMS

26 General Fund--State Appropriation (FY 2008)	\$14,783,000
27 General Fund--State Appropriation (FY 2009)	\$16,459,000
28 General Fund--Federal Appropriation	\$55,890,000
29 TOTAL APPROPRIATION	\$87,132,000

30 The appropriations in this subsection are provided solely for the
31 statewide programs specified in this subsection and are subject to the
32 following conditions and limitations:

33 (a) HEALTH AND SAFETY

34 (i) \$2,541,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$2,541,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely for a corps of nurses located at
37 educational service districts, as determined by the superintendent of

1 public instruction, to be dispatched to the most needy schools to
2 provide direct care to students, health education, and training for
3 school staff.

4 (ii) \$96,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$96,000 of the general fund-- state appropriation for
6 fiscal year 2009 are provided solely for the school safety center in
7 the office of the superintendent of public instruction subject to the
8 following conditions and limitations:

9 (A) The safety center shall: Disseminate successful models of
10 school safety plans and cooperative efforts; provide assistance to
11 schools to establish a comprehensive safe school plan; select models of
12 cooperative efforts that have been proven successful; act as an
13 information dissemination and resource center when an incident occurs
14 in a school district either in Washington or in another state;
15 coordinate activities relating to school safety; review and approve
16 manuals and curricula used for school safety models and training; and
17 develop and maintain a school safety information web site.

18 (B) The school safety center advisory committee shall develop a
19 training program, using the best practices in school safety, for all
20 school safety personnel.

21 (iii) \$100,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$100,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for a school safety training
24 program provided by the criminal justice training commission. The
25 commission, in collaboration with the school safety center advisory
26 committee, shall provide the school safety training for all school
27 administrators and school safety personnel, including school safety
28 personnel hired after the effective date of this section.

29 (iv) \$40,000 of the general fund--state appropriation for fiscal
30 year 2008 and \$40,000 of the general fund--state appropriation for
31 fiscal year 2009 are provided solely for the safety center advisory
32 committee to develop and distribute a pamphlet to promote internet
33 safety for children, particularly in grades seven through twelve. The
34 pamphlet shall be posted on the superintendent of public instruction's
35 web site. To the extent possible, the pamphlet shall be distributed in
36 schools throughout the state and in other areas accessible to youth,
37 including but not limited to libraries and community centers.

1 (v) \$10,344,000 of the general fund--federal appropriation is
2 provided for safe and drug free schools and communities grants for drug
3 and violence prevention activities and strategies.

4 (vi) \$271,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$271,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for a nonviolence and leadership
7 training program provided by the institute for community leadership.
8 The program shall provide a request for proposal process, with up to 80
9 percent funding, for nonviolence leadership workshops serving at least
10 12 school districts with direct programming in 36 elementary, middle,
11 and high schools throughout Washington state.

12 (vii) \$100,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$100,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for a pilot youth suicide
15 prevention and information program. The office of superintendent of
16 public instruction will work with selected school districts and
17 community agencies in identifying effective strategies for preventing
18 youth suicide.

19 (viii) \$800,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$800,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for programs to improve safety and
22 emergency preparedness and planning in public schools, as generally
23 described in Substitute Senate Bill No. 5097. The superintendent of
24 public instruction shall design and implement the grant program in
25 consultation with the educational service districts, the school safety
26 advisory committee, and the Washington association of sheriffs and
27 police chiefs. The funding shall support grants to school districts
28 for the development and updating of comprehensive safe school plans,
29 school safety training, and the conducting of safety-related drills.
30 As a condition of receiving these funds, school districts must ensure
31 that schools (A) conduct at least one lockdown and one shelter in place
32 safety drill each school year, and (B) send updated school mapping
33 database information on an annual basis to the Washington association
34 of sheriffs and police chiefs.

35 (b) TECHNOLOGY

36 \$1,939,000 of the general fund--state appropriation for fiscal year
37 2008 and \$1,939,000 of the general fund--state appropriation for fiscal
38 year 2009 are provided solely for K-20 telecommunications network

1 technical support in the K-12 sector to prevent system failures and
2 avoid interruptions in school utilization of the data processing and
3 video-conferencing capabilities of the network. These funds may be
4 used to purchase engineering and advanced technical support for the
5 network.

6 (c) GRANTS AND ALLOCATIONS

7 (i) \$652,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$1,329,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely to expand the special services
10 pilot project to include up to seven participating districts. The
11 office of the superintendent of public instruction shall allocate these
12 funds to the district or districts participating in the pilot program
13 according to the provisions of RCW 28A.630.015. Of the amounts
14 provided, \$11,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$11,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided for the office of the superintendent of
17 public instruction to conduct a study of the expanded special services
18 pilot.

19 (ii) \$31,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$31,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for operation of the Cispus
22 environmental learning center.

23 (iii) \$97,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$97,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely to support vocational student
26 leadership organizations.

27 (iv) \$146,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$146,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for the Washington civil liberties
30 education program.

31 (v) \$1,000,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$1,000,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely for the Washington state achievers
34 scholarship program. The funds shall be used to support community
35 involvement officers that recruit, train, and match community volunteer
36 mentors with students selected as achievers scholars.

37 (vi) \$294,000 of the general fund--state appropriation for fiscal

1 year 2008 and \$294,000 of the general fund--state appropriation for
2 fiscal year 2009 are provided solely for the Lorraine Wojahn dyslexia
3 pilot reading program in up to five school districts.

4 (vii) \$75,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$75,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for developing and disseminating
7 curriculum and other materials documenting women's role in World War
8 II.

9 (viii) \$175,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$175,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely for incentive grants for districts
12 to develop preapprenticeship programs. Grant awards up to \$10,000 each
13 shall be used to support the program's design, school/business/labor
14 agreement negotiations, and recruiting high school students for
15 preapprenticeship programs in the building trades and crafts.

16 (ix) \$3,220,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$3,220,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for the dissemination of the
19 Navigation 101 curriculum to all districts, including disseminating
20 electronic student planning tools and software for analyzing the impact
21 of the implementation of Navigation 101 on student performance, and
22 grants to at least one hundred school districts each year for the
23 implementation of the Navigation 101 program. The implementation
24 grants will be limited to a maximum of two years and the school
25 districts selected shall represent various regions of the state and
26 reflect differences in school district size and enrollment
27 characteristics.

28 (x) \$36,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$36,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely for the enhancement of civics
31 education. Of this amount, \$25,000 each year is provided solely for
32 competitive grants to school districts for curriculum alignment,
33 development of innovative civics projects, and other activities that
34 support the civics assessment established in chapter 113, Laws of 2006.

35 (xi) \$2,500,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$2,500,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for the implementation of Second
38 Substitute House Bill No. 1573 (authorizing a statewide program for

1 comprehensive dropout prevention, intervention, and retrieval). If the
2 bill is not enacted by June 30, 2007, the amounts provided in this
3 subsection shall lapse.

4 (xii) \$25,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$25,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the communities in school
7 program in Pierce county.

8 (xiii) \$500,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$500,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for the office of superintendent
11 of public instruction to contract with a company to develop and
12 implement a pilot program for providing indigenous learning curriculum
13 and standards specific online learning programs based on the
14 recommended standards in chapter 205, Laws of 2005 (Washington's tribal
15 history). The specific content areas covered by the pilot program will
16 include social studies and science. The contractor selected will have
17 experience in developing and implementing indigenous learning curricula
18 and if possible will be affiliated with a recognized Washington state
19 tribe. The pilot program will be implemented in a minimum of three
20 school districts in collaboration with Washington tribes and school
21 districts. To the extent possible and appropriate, the pilot program
22 will involve organizations including, the University of Washington's
23 mathematics science and engineering achievement, the digital learning
24 commons, the virtual possibilities network, the museum of arts and
25 culture in Spokane, Eastern Washington University, and Washington State
26 University.

27 (xiv) \$70,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$70,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely to support and expand the
30 mentoring advanced placement program in current operation in southwest
31 Washington.

32 (xv) \$1,000,000 of the general fund--state appropriation for fiscal
33 year 2009 is provided solely to implement House Bill No. 1051
34 (expanding high school completion programs). If the bill is not
35 enacted by June 30, 2007, the amount provided in this subsection shall
36 lapse.

37 (xvi) \$75,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$75,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for program initiatives to address
2 the educational needs of Latino students and families. Using the full
3 amounts of the appropriations under this subsection, the office of the
4 superintendent of public instruction shall contract with the Seattle
5 community coalition of compana quetzal to provide for three
6 initiatives: (A) Early childhood education; (B) parent leadership
7 training; and (C) high school success and college preparation programs.
8 Campana quetzal shall report to the office of the superintendent of
9 public instruction by June 30, 2009, regarding impact of the programs
10 on addressing the academic achievement gap, including high school drop-
11 out rates and college readiness rates, for Latino students.

12 NEW SECTION. **Sec. 502. FOR THE SUPERINTENDENT OF PUBLIC**
13 **INSTRUCTION--FOR GENERAL APPORTIONMENT**

14	General Fund--State Appropriation (FY 2008)	\$4,448,333,000
15	General Fund--State Appropriation (FY 2009)	\$4,474,199,000
16	Education Legacy Trust Account--State	
17	Appropriation	\$9,387,000
18	Pension Funding Stabilization Account Appropriation . . .	\$341,624,000
19	TOTAL APPROPRIATION	\$9,273,543,000

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

22 (1) Each general fund fiscal year appropriation includes such funds
23 as are necessary to complete the school year ending in the fiscal year
24 and for prior fiscal year adjustments.

25 (2) Allocations for certificated staff salaries for the 2007-08 and
26 2008-09 school years shall be determined using formula-generated staff
27 units calculated pursuant to this subsection. Staff allocations for
28 small school enrollments in (e) through (g) of this subsection shall be
29 reduced for vocational full-time equivalent enrollments. Staff
30 allocations for small school enrollments in grades K-6 shall be the
31 greater of that generated under (a) of this subsection, or under (d)
32 and (e) of this subsection. Certificated staffing allocations shall be
33 as follows:

34 (a) On the basis of each 1,000 average annual full-time equivalent
35 enrollments, excluding full-time equivalent enrollment otherwise
36 recognized for certificated staff unit allocations under (d) through
37 (g) of this subsection:

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

3 (ii) Forty-nine certificated instructional staff units per thousand
4 full-time equivalent students in grades K-3;

5 (iii) Forty-six certificated instructional staff units per thousand
6 full-time equivalent students in grades 4-12; and

7 (iv) An additional 4.2 certificated instructional staff units for
8 grades K-3 and an additional 7.2 certificated instructional staff units
9 for grade 4. Any funds allocated for the additional certificated units
10 provided in this subsection (iv) shall not be considered as basic
11 education funding;

12 (A) Funds provided under this subsection (2)(a)(iv) in excess of
13 the amount required to maintain the statutory minimum ratio established
14 under RCW 28A.150.260(2)(b) shall be allocated only if the district
15 documents an actual ratio in grades K-4 equal to or greater than 53.2
16 certificated instructional staff per thousand full-time equivalent
17 students. For any school district documenting a lower certificated
18 instructional staff ratio, the allocation shall be based on the
19 district's actual grades K-4 certificated instructional staff ratio
20 achieved in that school year, or the statutory minimum ratio
21 established under RCW 28A.150.260(2)(b), if greater;

22 (B) Districts at or above 51.0 certificated instructional staff per
23 one thousand full-time equivalent students in grades K-4 may dedicate
24 up to 1.3 of the 53.2 funding ratio to employ additional classified
25 instructional assistants assigned to basic education classrooms in
26 grades K-4. For purposes of documenting a district's staff ratio under
27 this section, funds used by the district to employ additional
28 classified instructional assistants shall be converted to a
29 certificated staff equivalent and added to the district's actual
30 certificated instructional staff ratio. Additional classified
31 instructional assistants, for the purposes of this subsection, shall be
32 determined using the 1989-90 school year as the base year;

33 (C) Any district maintaining a ratio in grades K-4 equal to or
34 greater than 53.2 certificated instructional staff per thousand full-
35 time equivalent students may use allocations generated under this
36 subsection (2)(a)(iv) in excess of that required to maintain the
37 minimum ratio established under RCW 28A.150.260(2)(b) to employ
38 additional basic education certificated instructional staff or

1 classified instructional assistants in grades 5-6. Funds allocated
2 under this subsection (2)(a)(iv) shall only be expended to reduce class
3 size in grades K-6. No more than 1.3 of the certificated instructional
4 funding ratio amount may be expended for provision of classified
5 instructional assistants;

6 (b) For school districts with a minimum enrollment of 250 full-time
7 equivalent students whose full-time equivalent student enrollment count
8 in a given month exceeds the first of the month full-time equivalent
9 enrollment count by 5 percent, an additional state allocation of 110
10 percent of the share that such increased enrollment would have
11 generated had such additional full-time equivalent students been
12 included in the normal enrollment count for that particular month;

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

14 (A) Vocational education programs approved by the superintendent of
15 public instruction, a maximum of 0.92 certificated instructional staff
16 units and 0.08 certificated administrative staff units for each 19.5
17 full-time equivalent vocational students; and

18 (B) Skills center programs meeting the standards for skills center
19 funding established in January 1999 by the superintendent of public
20 instruction with a waiver allowed for skills centers in current
21 operation that are not meeting this standard until the 2008-09 school
22 year, 0.92 certificated instructional staff units and 0.08 certificated
23 administrative units for each 16.67 full-time equivalent vocational
24 students;

25 (ii) Vocational full-time equivalent enrollment shall be reported
26 on the same monthly basis as the enrollment for students eligible for
27 basic support, and payments shall be adjusted for reported vocational
28 enrollments on the same monthly basis as those adjustments for
29 enrollment for students eligible for basic support; and

30 (iii) Indirect cost charges by a school district to vocational-
31 secondary programs shall not exceed 15 percent of the combined basic
32 education and vocational enhancement allocations of state funds;

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

1 (i) For those enrolling no students in grades 7 and 8, 1.76
2 certificated instructional staff units and 0.24 certificated
3 administrative staff units for enrollment of not more than five
4 students, plus one-twentieth of a certificated instructional staff unit
5 for each additional student enrolled; and

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

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

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

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

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

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

32 (ii) For all other small high schools under this subsection, nine
33 certificated instructional staff units and one-half of a certificated
34 administrative staff unit for the first sixty average annual full time
35 equivalent students, and additional staff units based on a ratio of
36 0.8732 certificated instructional staff units and 0.1268 certificated
37 administrative staff units per each additional forty-three and one-half
38 average annual full time equivalent students.

1 Units calculated under (g)(ii) of this subsection shall be reduced
2 by certificated staff units at the rate of forty-six certificated
3 instructional staff units and four certificated administrative staff
4 units per thousand vocational full-time equivalent students;

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

10 (i) For each nonhigh school district having an enrollment of more
11 than fifty annual average full-time equivalent students and less than
12 one hundred eighty students, operating a grades K-6 program or a grades
13 1-6 program, an additional one-half of a certificated instructional
14 staff unit.

15 (3) Allocations for classified salaries for the 2007-08 and 2008-09
16 school years shall be calculated using formula-generated classified
17 staff units determined as follows:

18 (a) For enrollments generating certificated staff unit allocations
19 under subsection (2)(e) through (i) of this section, one classified
20 staff unit for each 2.95 certificated staff units allocated under such
21 subsections;

22 (b) For all other enrollment in grades K-12, including vocational
23 full-time equivalent enrollments, one classified staff unit for each
24 fifty-nine average annual full-time equivalent students; and

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

29 (4) Fringe benefit allocations shall be calculated at a rate of
30 14.13 percent in the 2007-08 school year and 16.69 percent in the 2008-
31 09 school year for certificated salary allocations provided under
32 subsection (2) of this section, and a rate of 17.06 percent in the
33 2007-08 school year and 18.74 percent in the 2008-09 school year for
34 classified salary allocations provided under subsection (3) of this
35 section.

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

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

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

9 (6)(a) For nonemployee-related costs associated with each
10 certificated staff unit allocated under subsection (2)(a), (b), and (d)
11 through (h) of this section, there shall be provided a maximum of
12 \$9,703 per certificated staff unit in the 2007-08 school year and a
13 maximum of \$9,907 per certificated staff unit in the 2008-09 school
14 year.

15 (b) For nonemployee-related costs associated with each vocational
16 certificated staff unit allocated under subsection (2)(c)(i)(A) of this
17 section, there shall be provided a maximum of \$23,831 per certificated
18 staff unit in the 2007-08 school year and a maximum of \$24,331 per
19 certificated staff unit in the 2008-09 school year.

20 (c) For nonemployee-related costs associated with each vocational
21 certificated staff unit allocated under subsection (2)(c)(i)(B) of this
22 section, there shall be provided a maximum of \$18,489 per certificated
23 staff unit in the 2007-08 school year and a maximum of \$18,877 per
24 certificated staff unit in the 2008-09 school year.

25 (7) Allocations for substitute costs for classroom teachers shall
26 be distributed at a maintenance rate of \$555.20 for the 2007-08 and
27 2008-09 school years per allocated classroom teachers exclusive of
28 salary increase amounts provided in section 504 of this act. Solely
29 for the purposes of this subsection, allocated classroom teachers shall
30 be equal to the number of certificated instructional staff units
31 allocated under subsection (2) of this section, multiplied by the ratio
32 between the number of actual basic education certificated teachers and
33 the number of actual basic education certificated instructional staff
34 reported statewide for the prior school year.

35 (8) Any school district board of directors may petition the
36 superintendent of public instruction by submission of a resolution
37 adopted in a public meeting to reduce or delay any portion of its basic
38 education allocation for any school year. The superintendent of public

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

6 (9) \$1,870,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$2,421,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely to implement Engrossed Second
9 Substitute House Bill No. 1432 (granting service credit to educational
10 staff associates for nonschool employment). If the bill is not enacted
11 by June 30, 2007, the amount provided in this subsection shall lapse.

12 (10) The superintendent may distribute a maximum of \$16,622,000
13 outside the basic education formula during fiscal years 2008 and 2009
14 as follows:

15 (a) For fire protection for school districts located in a fire
16 protection district as now or hereafter established pursuant to chapter
17 52.04 RCW, a maximum of \$547,000 may be expended in fiscal year 2008
18 and a maximum of \$558,000 may be expended in fiscal year 2009;

19 (b) For summer vocational programs at skills centers, a maximum of
20 \$2,385,000 may be expended for the 2008 fiscal year and a maximum of
21 \$2,385,000 for the 2009 fiscal year. 20 percent of each fiscal year
22 amount may carry over from one year to the next;

23 (c) A maximum of \$390,000 may be expended for school district
24 emergencies;

25 (d) A maximum of \$485,000 each fiscal year may be expended for
26 programs providing skills training for secondary students who are
27 enrolled in extended day school-to-work programs, as approved by the
28 superintendent of public instruction. The funds shall be allocated at
29 a rate not to exceed \$500 per full-time equivalent student enrolled in
30 those programs; and

31 (e) \$9,387,000 of the education legacy trust account appropriation
32 is provided solely for allocations for equipment replacement in
33 vocational programs and skills centers. Each year of the biennium, the
34 funding shall be allocated based on \$75 per full-time equivalent
35 vocational student and \$125 per full-time equivalent skills center
36 student.

37 (f) \$2,991,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$4,403,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for the implementation of Second
2 Substitute Senate Bill No. 5790 (regarding skills centers). If the
3 bill is not enacted by June 30, 2007, the amounts provided in this
4 subsection shall lapse.

5 (11) For purposes of RCW 84.52.0531, the increase per full-time
6 equivalent student is 5.7 percent from the 2006-07 school year to the
7 2007-08 school year and 5.1 percent from the 2007-08 school year to the
8 2008-09 school year.

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

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

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

23 NEW SECTION. **Sec. 503. FOR THE SUPERINTENDENT OF PUBLIC**
24 **INSTRUCTION--BASIC EDUCATION EMPLOYEE COMPENSATION.** (1) The following
25 calculations determine the salaries used in the general fund
26 allocations for certificated instructional, certificated
27 administrative, and classified staff units under section 502 of this
28 act:

29 (a) Salary allocations for certificated instructional staff units
30 shall be determined for each district by multiplying the district's
31 certificated instructional total base salary shown on LEAP Document 2
32 by the district's average staff mix factor for certificated
33 instructional staff in that school year, computed using LEAP Document
34 1; and

35 (b) Salary allocations for certificated administrative staff units
36 and classified staff units for each district shall be based on the

1 district's certificated administrative and classified salary allocation
2 amounts shown on LEAP Document 2.

3 (2) For the purposes of this section:

4 (a) "LEAP Document 1" means the staff mix factors for certificated
5 instructional staff according to education and years of experience, as
6 developed by the legislative evaluation and accountability program
7 committee on March 24, 2007, at 07:29 hours; and

8 (b) "LEAP Document 2" means the school year salary allocations for
9 certificated administrative staff and classified staff and derived and
10 total base salaries for certificated instructional staff as developed
11 by the legislative evaluation and accountability program committee on
12 April 19, 2007, at 06:03 hours.

13 (3) Incremental fringe benefit factors shall be applied to salary
14 adjustments at a rate of 14.13 percent for school year 2007-08 and
15 16.69 percent for school year 2008-09 for certificated staff and for
16 classified staff 17.06 percent for school year 2007-08 and 18.74
17 percent for the 2008-09 school year.

18 (4)(a) Pursuant to RCW 28A.150.410, the following state-wide salary
19 allocation schedules for certificated instructional staff are
20 established for basic education salary allocations:

21
22 K-12 Salary Allocation Schedule For Certificated Instructional Staff
23 2007-08 School Year

24	Years of									MA+90
25	Service	BA	BA+15	BA+30	BA+45	BA+90	BA+135	MA	MA+45	or PHD
26	0	32,746	33,630	34,547	35,465	38,412	40,310	39,260	42,207	44,107
27	1	33,187	34,083	35,011	35,970	38,948	40,836	39,696	42,674	44,560
28	2	33,607	34,512	35,450	36,483	39,452	41,359	40,135	43,104	45,012
29	3	34,039	34,953	35,901	36,967	39,930	41,884	40,552	43,513	45,468
30	4	34,464	35,418	36,372	37,474	40,455	42,423	40,988	43,969	45,938
31	5	34,902	35,861	36,824	37,988	40,958	42,965	41,432	44,403	46,410
32	6	35,353	36,291	37,287	38,508	41,464	43,482	41,887	44,843	46,860
33	7	36,145	37,097	38,106	39,394	42,393	44,467	42,739	45,737	47,812
34	8	37,304	38,308	39,340	40,735	43,775	45,925	44,079	47,120	49,269
35	9		39,562	40,646	42,091	45,202	47,425	45,434	48,547	50,770
36	10			41,967	43,516	46,669	48,966	46,861	50,014	52,310

1	11	44,984	48,204	50,547	48,328	51,550	53,891
2	12	46,404	49,781	52,194	49,853	53,126	55,540
3	13		51,397	53,882	51,431	54,741	57,226
4	14		53,020	55,632	53,056	56,471	58,977
5	15		54,400	57,080	54,435	57,939	60,511
6	16 or more		55,487	58,220	55,523	59,097	61,720

8 K-12 Salary Allocation Schedule For Certificated Instructional Staff

9 2008-09 School Year

10	Years of									MA+90
11	Service	BA	BA+15	BA+30	BA+45	BA+90	BA+135	MA	MA+45	or PHD
12	0	33,898	34,814	35,762	36,713	39,763	41,728	40,641	43,691	45,658
13	1	34,354	35,282	36,243	37,236	40,318	42,272	41,093	44,175	46,128
14	2	34,789	35,726	36,697	37,766	40,840	42,814	41,547	44,621	46,596
15	3	35,237	36,183	37,164	38,267	41,335	43,357	41,979	45,044	47,067
16	4	35,676	36,664	37,651	38,793	41,878	43,915	42,430	45,516	47,554
17	5	36,130	37,123	38,120	39,324	42,399	44,476	42,890	45,965	48,043
18	6	36,597	37,567	38,598	39,863	42,923	45,011	43,361	46,421	48,508
19	7	37,416	38,402	39,446	40,780	43,885	46,031	44,243	47,346	49,494
20	8	38,616	39,655	40,724	42,168	45,315	47,541	45,630	48,778	51,002
21	9		40,954	42,076	43,572	46,792	49,093	47,032	50,255	52,556
22	10			43,443	45,047	48,310	50,688	48,509	51,773	54,150
23	11				46,566	49,900	52,326	50,028	53,363	55,787
24	12				48,036	51,533	54,030	51,606	54,995	57,493
25	13					53,205	55,777	53,240	56,667	59,239
26	14					54,885	57,589	54,922	58,457	61,052
27	15					56,313	59,088	56,350	59,977	62,639
28	16 or more					57,439	60,269	57,476	61,176	63,892

29 (b) As used in this subsection, the column headings "BA+(N)" refer
30 to the number of credits earned since receiving the baccalaureate
31 degree.

32 (c) For credits earned after the baccalaureate degree but before
33 the masters degree, any credits in excess of forty-five credits may be
34 counted after the masters degree. Thus, as used in this subsection,
35 the column headings "MA+(N)" refer to the total of:

1 (i) Credits earned since receiving the masters degree; and
2 (ii) Any credits in excess of forty-five credits that were earned
3 after the baccalaureate degree but before the masters degree.

4 (5) For the purposes of this section:

5 (a) "BA" means a baccalaureate degree.

6 (b) "MA" means a masters degree.

7 (c) "PHD" means a doctorate degree.

8 (d) "Years of service" shall be calculated under the same rules
9 adopted by the superintendent of public instruction.

10 (e) "Credits" means college quarter hour credits and equivalent in-
11 service credits computed in accordance with RCW 28A.415.020 and
12 28A.415.023.

13 (6) No more than ninety college quarter-hour credits received by
14 any employee after the baccalaureate degree may be used to determine
15 compensation allocations under the state salary allocation schedule and
16 LEAP documents referenced in this act, or any replacement schedules and
17 documents, unless:

18 (a) The employee has a masters degree; or

19 (b) The credits were used in generating state salary allocations
20 before January 1, 1992.

21 (7) The certificated instructional staff base salary specified for
22 each district in LEAP Document 2 and the salary schedules in subsection
23 (4)(a) of this section include two learning improvement days. A school
24 district is eligible for the learning improvement day funds only if the
25 learning improvement days have been added to the 180- day contract
26 year. If fewer days are added, the additional learning improvement
27 allocation shall be adjusted accordingly. The additional days shall be
28 limited to specific activities identified in the state required school
29 improvement plan related to improving student learning that are
30 consistent with education reform implementation, and shall not be
31 considered part of basic education. The principal in each school shall
32 assure that the days are used to provide the necessary school- wide,
33 all staff professional development that is tied directly to the school
34 improvement plan. The school principal and the district superintendent
35 shall maintain documentation as to their approval of these activities.
36 The length of a learning improvement day shall not be less than the
37 length of a full day under the base contract. The superintendent of

1 public instruction shall ensure that school districts adhere to the
2 intent and purposes of this subsection.

3 (8) The salary allocation schedules established in this section are
4 for allocation purposes only except as provided in RCW 28A.400.200(2)
5 and subsection (7) of this section.

6 NEW SECTION. **Sec. 504. FOR THE SUPERINTENDENT OF PUBLIC**
7 **INSTRUCTION--FOR SCHOOL EMPLOYEE COMPENSATION ADJUSTMENTS**

8	General Fund--State Appropriation (FY 2008)	\$161,665,000
9	General Fund--State Appropriation (FY 2009)	\$348,871,000
10	General Fund--Federal Appropriation	\$243,000
11	TOTAL APPROPRIATION	\$510,779,000

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

14 (1) \$444,366,000 is provided solely for the following:

15 (a) A cost of living adjustment of 3.7 percent effective September
16 1, 2007, and another 2.8 percent effective September 1, 2008, pursuant
17 to Initiative Measure No. 732.

18 (b) Additional salary increases as necessary to fund the base
19 salaries for certificated instructional staff as listed for each
20 district in LEAP Document 2, defined in section 503(2)(b) of this act.
21 Allocations for these salary increases shall be provided to all 262
22 districts that are not grandfathered to receive salary allocations
23 above the statewide salary allocation schedule, and to certain
24 grandfathered districts to the extent necessary to ensure that salary
25 allocations for districts that are currently grandfathered do not fall
26 below the statewide salary allocation schedule. These additional
27 salary increases will result in a decrease in the number of
28 grandfathered districts from the current thirty-four to twenty-four in
29 the 2007-08 school year and to thirteen in the 2008-09 school year.

30 (c) Additional salary increases to certain districts as necessary
31 to fund the per full-time-equivalent salary allocations for
32 certificated administrative staff as listed for each district in LEAP
33 Document 2, defined in section 503(2)(b) of this act. These additional
34 salary increases shall ensure a minimum salary allocation for
35 certificated administrative staff of \$54,405 in the 2007-08 school year
36 and \$57,097 in the 2008-09 school year.

1 (d) Additional salary increases to certain districts as necessary
2 to fund the per full-time-equivalent salary allocations for classified
3 staff as listed for each district in LEAP Document 2, defined in
4 section 503(2)(b) of this act. These additional salary increases
5 ensure a minimum salary allocation for classified staff of \$30,111 in
6 the 2007-08 school year and \$31,376 in the 2008-09 school year.

7 (e) The appropriations in this subsection (1) include associated
8 incremental fringe benefit allocations at rates 13.49 percent for the
9 2007-08 school year and 16.05 percent for the 2008-09 school year for
10 certificated staff and 13.56 percent for the 2007-08 school year and
11 15.24 percent for the 2008-09 school year for classified staff.

12 (f) The appropriations in this section include the increased
13 portion of salaries and incremental fringe benefits for all relevant
14 state-funded school programs in part V of this act. Increases for
15 general apportionment (basic education) are based on the salary
16 allocation schedules and methodology in sections 502 and 503 of this
17 act. Increases for special education result from increases in each
18 district's basic education allocation per student. Increases for
19 educational service districts and institutional education programs are
20 determined by the superintendent of public instruction using the
21 methodology for general apportionment salaries and benefits in sections
22 502 and 503 of this act.

23 (g) The appropriations in this section provide cost of living and
24 incremental fringe benefit allocations based on formula adjustments as
25 follows:

26

	School Year	
	2007-08	2008-09
29 Pupil Transportation (per weighted pupil mile)	\$1.08	\$2.04
30 Highly Capable (per formula student)	\$11.13	\$20.98
31 Transitional Bilingual Education (per eligible bilingual student)	\$29.81	\$56.19
32 Learning Assistance (per formula student)	\$7.00	\$13.20

33 (h) The appropriations in this section include \$925,000 for fiscal
34 year 2008 and \$1,940,000 for fiscal year 2009 for salary increase
35 adjustments for substitute teachers.

1 (2) \$66,415,000 is provided for adjustments to insurance benefit
 2 allocations. The maintenance rate for insurance benefit allocations is
 3 \$682.54 per month for the 2007-08 and 2008-09 school years. The
 4 appropriations in this section provide for a rate increase to \$707.00
 5 per month for the 2007-08 school year and \$732.00 per month for the
 6 2008-09 school year. The adjustments to health insurance benefit
 7 allocations are at the following rates:

	School Year	
	2007-08	2008-09
8		
9		
10	Pupil Transportation (per weighted pupil mile)	\$0.22 \$0.45
11	Highly Capable (per formula student)	\$1.49 \$3.05
12	Transitional Bilingual Education (per eligible bilingual student)	\$3.97 \$8.01
13	Learning Assistance (per formula student)	\$0.86 \$1.75

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

16 **NEW SECTION. Sec. 505. FOR THE SUPERINTENDENT OF PUBLIC**
 17 **INSTRUCTION--FOR PUPIL TRANSPORTATION**

18	General Fund--State Appropriation (FY 2008)	\$262,728,000
19	General Fund--State Appropriation (FY 2009)	\$264,700,000
20	Education Legacy Trust Account--State	
21	Appropriation	\$25,000,000
22	TOTAL APPROPRIATION	\$552,428,000

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

25 (1) Each general fund fiscal year appropriation includes such funds
 26 as are necessary to complete the school year ending in the fiscal year
 27 and for prior fiscal year adjustments.

28 (2) A maximum of \$848,000 of this fiscal year 2008 appropriation
 29 and a maximum of \$866,000 of the fiscal year 2009 appropriation may be
 30 expended for regional transportation coordinators and related
 31 activities. The transportation coordinators shall ensure that data
 32 submitted by school districts for state transportation funding shall,
 33 to the greatest extent practical, reflect the actual transportation
 34 activity of each district.

1 (3) \$5,000 of the fiscal year 2008 appropriation and \$5,000 of the
2 fiscal year 2009 appropriation are provided solely for the
3 transportation of students enrolled in "choice" programs.
4 Transportation shall be limited to low-income students who are
5 transferring to "choice" programs solely for educational reasons.

6 (4) Allocations for transportation of students shall be based on
7 reimbursement rates of \$44.84 per weighted mile in the 2007-08 school
8 year and \$45.48 per weighted mile in the 2008-09 school year exclusive
9 of salary and benefit adjustments provided in section 504 of this act.
10 Allocations for transportation of students transported more than one
11 radius mile shall be based on weighted miles as determined by
12 superintendent of public instruction multiplied by the per mile
13 reimbursement rates for the school year pursuant to the formulas
14 adopted by the superintendent of public instruction. Allocations for
15 transportation of students living within one radius mile shall be based
16 on the number of enrolled students in grades kindergarten through five
17 living within one radius mile of their assigned school multiplied by
18 the per mile reimbursement rate for the school year multiplied by 1.29.

19 (5) \$25,000,000 of the education legacy trust account--state
20 appropriation is provided solely for temporary assistance to school
21 districts for pupil transportation programs. The office of the
22 superintendent of public instruction, in consultation with the joint
23 legislative audit and review committee, will develop a method of
24 allocating these funds to school districts. The allocation method
25 shall be based primarily on the findings and analysis from the joint
26 legislative and audit review committee's K-12 pupil transportation
27 study completed in December 2006.

28 (6) The office of the superintendent of public instruction shall
29 provide reimbursement funding to a school district only after the
30 superintendent of public instruction determines that the school bus was
31 purchased from the list established pursuant to RCW 28A.160.195(2) or
32 a comparable competitive bid process based on the lowest price quote
33 based on similar bus categories to those used to establish the list
34 pursuant to RCW 28A.160.195.

35 (7) The superintendent of public instruction shall base
36 depreciation payments for school district buses on the five-year
37 average of lowest bids in the appropriate category of bus. In the

1 final year on the depreciation schedule, the depreciation payment shall
2 be based on the lowest bid in the appropriate bus category for that
3 school year.

4 NEW SECTION. **Sec. 506. FOR THE SUPERINTENDENT OF PUBLIC**
5 **INSTRUCTION--FOR SCHOOL FOOD SERVICE PROGRAMS**

6	General Fund--State Appropriation (FY 2008)	\$3,159,000
7	General Fund--State Appropriation (FY 2009)	\$3,159,000
8	General Fund--Federal Appropriation	\$280,398,000
9	TOTAL APPROPRIATION	\$286,716,000

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

12 (1) \$3,000,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$3,000,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided for state matching money for federal
15 child nutrition programs.

16 (2) \$100,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$100,000 of the 2009 fiscal year appropriation are
18 provided for summer food programs for children in low-income areas.

19 (3) \$59,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$59,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely to reimburse school districts for
22 school breakfasts served to students enrolled in the free or reduced
23 price meal program pursuant to chapter 287, Laws of 2005 (requiring
24 school breakfast programs in certain schools).

25 NEW SECTION. **Sec. 507. FOR THE SUPERINTENDENT OF PUBLIC**
26 **INSTRUCTION--FOR SPECIAL EDUCATION PROGRAMS**

27	General Fund--State Appropriation (FY 2008)	\$532,192,000
28	General Fund--State Appropriation (FY 2009)	\$566,174,000
29	General Fund--Federal Appropriation	\$435,735,000
30	Education Legacy Trust Account--State	
31	Appropriation	\$14,561,000
32	TOTAL APPROPRIATION	\$1,548,662,000

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

35 (1) Funding for special education programs is provided on an excess
36 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure

1 that special education students as a class receive their full share of
2 the general apportionment allocation accruing through sections 502 and
3 504 of this act. To the extent a school district cannot provide an
4 appropriate education for special education students under chapter
5 28A.155 RCW through the general apportionment allocation, it shall
6 provide services through the special education excess cost allocation
7 funded in this section.

8 (2)(a) The superintendent of public instruction shall ensure that:

9 (i) Special education students are basic education students first;

10 (ii) As a class, special education students are entitled to the
11 full basic education allocation; and

12 (iii) Special education students are basic education students for
13 the entire school day.

14 (b) The superintendent of public instruction shall adopt the full
15 cost method of excess cost accounting, as designed by the committee and
16 recommended by the superintendent, pursuant to section 501(1)(k),
17 chapter 372, Laws of 2006, and ensure that all school districts adopt
18 the method beginning in the 2007-08 school year.

19 (3) Each fiscal year appropriation includes such funds as are
20 necessary to complete the school year ending in the fiscal year and for
21 prior fiscal year adjustments.

22 (4) The superintendent of public instruction shall distribute state
23 funds to school districts based on two categories: (a) The first
24 category includes (i) children birth through age two who are eligible
25 for the optional program for special education eligible developmentally
26 delayed infants and toddlers, and (ii) students eligible for the
27 mandatory special education program and who are age three or four, or
28 five and not yet enrolled in kindergarten; and (b) the second category
29 includes students who are eligible for the mandatory special education
30 program and who are age five and enrolled in kindergarten and students
31 age six through 21.

32 (5)(a) For the 2007-08 and 2008-09 school years, the superintendent
33 shall make allocations to each district based on the sum of:

34 (i) A district's annual average headcount enrollment of students
35 ages birth through four and those five year olds not yet enrolled in
36 kindergarten, as defined in subsection (4) of this section, multiplied
37 by the district's average basic education allocation per full-time
38 equivalent student, multiplied by 1.15; and

1 (ii) A district's annual average full-time equivalent basic
2 education enrollment multiplied by the funded enrollment percent
3 determined pursuant to subsection (6)(b) of this section, multiplied by
4 the district's average basic education allocation per full-time
5 equivalent student multiplied by 0.9309.

6 (b) For purposes of this subsection, "average basic education
7 allocation per full-time equivalent student" for a district shall be
8 based on the staffing ratios required by RCW 28A.150.260 and shall not
9 include enhancements, secondary vocational education, or small schools.

10 (6) The definitions in this subsection apply throughout this
11 section.

12 (a) "Annual average full-time equivalent basic education
13 enrollment" means the resident enrollment including students enrolled
14 through choice (RCW 28A.225.225) and students from nonhigh districts
15 (RCW 28A.225.210) and excluding students residing in another district
16 enrolled as part of an interdistrict cooperative program (RCW
17 28A.225.250).

18 (b) "Enrollment percent" means the district's resident special
19 education annual average enrollment, excluding the birth through age
20 four enrollment and those five year olds not yet enrolled in
21 kindergarten, as a percent of the district's annual average full-time
22 equivalent basic education enrollment.

23 Each district's general fund--state funded special education
24 enrollment shall be the lesser of the district's actual enrollment
25 percent or 12.7 percent.

26 (7) At the request of any interdistrict cooperative of at least 15
27 districts in which all excess cost services for special education
28 students of the districts are provided by the cooperative, the maximum
29 enrollment percent shall be calculated in accordance with subsection
30 (6)(b) of this section, and shall be calculated in the aggregate rather
31 than individual district units. For purposes of this subsection, the
32 average basic education allocation per full-time equivalent student
33 shall be calculated in the aggregate rather than individual district
34 units.

35 (8) To the extent necessary, \$30,690,000 of the general fund--state
36 appropriation and \$29,574,000 of the general fund--federal
37 appropriation are provided for safety net awards for districts with
38 demonstrated needs for special education funding beyond the amounts

1 provided in subsection (5) of this section. If safety net awards
2 exceed the amount appropriated in this subsection (8), the
3 superintendent shall expend all available federal discretionary funds
4 necessary to meet this need. Safety net funds shall be awarded by the
5 state safety net oversight committee subject to the following
6 conditions and limitations:

7 (a) The committee shall consider unmet needs for districts that can
8 convincingly demonstrate that all legitimate expenditures for special
9 education exceed all available revenues from state funding formulas.
10 In the determination of need, the committee shall also consider
11 additional available revenues from federal sources. Differences in
12 program costs attributable to district philosophy, service delivery
13 choice, or accounting practices are not a legitimate basis for safety
14 net awards.

15 (b) The committee shall then consider the extraordinary high cost
16 needs of one or more individual special education students.
17 Differences in costs attributable to district philosophy, service
18 delivery choice, or accounting practices are not a legitimate basis for
19 safety net awards.

20 (c) Using criteria developed by the committee, the committee shall
21 then consider extraordinary costs associated with communities that draw
22 a larger number of families with children in need of special education
23 services.

24 (d) The maximum allowable indirect cost for calculating safety net
25 eligibility may not exceed the federal restricted indirect cost rate
26 for the district plus one percent.

27 (e) Safety net awards must be adjusted for any audit findings or
28 exceptions related to special education funding.

29 (f) Safety net awards shall be adjusted based on the percent of
30 potential medicaid eligible students billed as calculated by the
31 superintendent in accordance with chapter 318, Laws of 1999.

32 (9) The superintendent of public instruction may adopt such rules
33 and procedures as are necessary to administer the special education
34 funding and safety net award process. Prior to revising any standards,
35 procedures, or rules, the superintendent shall consult with the office
36 of financial management and the fiscal committees of the legislature.

37 (10) The safety net oversight committee appointed by the
38 superintendent of public instruction shall consist of:

1 (a) One staff from the office of superintendent of public
2 instruction;

3 (b) Staff of the office of the state auditor who shall be nonvoting
4 members of the committee; and

5 (c) One or more representatives from school districts or
6 educational service districts knowledgeable of special education
7 programs and funding.

8 (11) The office of the superintendent of public instruction shall
9 review and streamline the application process to access safety net
10 funds, provide technical assistance to school districts, and annually
11 survey school districts regarding improvement to the process.

12 (12) A maximum of \$678,000 may be expended from the general fund--
13 state appropriations to fund 5.43 full-time equivalent teachers and 2.1
14 full-time equivalent aides at children's orthopedic hospital and
15 medical center. This amount is in lieu of money provided through the
16 home and hospital allocation and the special education program.

17 (13) A maximum of \$1,000,000 of the general fund--federal
18 appropriation is provided for projects to provide special education
19 students with appropriate job and independent living skills, including
20 work experience where possible, to facilitate their successful
21 transition out of the public school system. The funds provided by this
22 subsection shall be from federal discretionary grants.

23 (14) \$50,000 of the general fund--state appropriation for fiscal
24 year 2008, \$50,000 of the general fund--state appropriation for fiscal
25 2009, and \$100,000 of the general fund--federal appropriation shall be
26 expended to support a special education ombudsman program within the
27 office of superintendent of public instruction. The purpose of the
28 program is to provide support to parents, guardians, educators, and
29 students with disabilities. The program will provide information to
30 help families and educators understand state laws, rules, and
31 regulations, and access training and support, technical information
32 services, and mediation services. The ombudsman program will provide
33 data, information, and appropriate recommendations to the office of
34 superintendent of public instruction, school districts, educational
35 service districts, state need projects, and the parent and teacher
36 information center.

37 (15) The superintendent shall maintain the percentage of federal
38 flow-through to school districts at 85 percent. In addition to other

1 purposes, school districts may use increased federal funds for high-
2 cost students, for purchasing regional special education services from
3 educational service districts, and for staff development activities
4 particularly relating to inclusion issues.

5 (16) A maximum of \$1,200,000 of the general fund--federal
6 appropriation may be expended by the superintendent for projects
7 related to use of inclusion strategies by school districts for
8 provision of special education services.

9 (17) The superintendent, consistent with the new federal IDEA
10 reauthorization, shall continue to educate school districts on how to
11 implement a birth-to-three program and review the cost effectiveness
12 and learning benefits of early intervention.

13 (18) A school district may carry over from one year to the next
14 year up to 10 percent of the general fund--state funds allocated under
15 this program; however, carryover funds shall be expended in the special
16 education program.

17 (19) \$262,000 of the general fund--state appropriation for fiscal
18 year 2008 and \$251,000 of the general fund--state appropriation for
19 fiscal year 2009 are provided solely for two additional full-time
20 equivalent staff to support the work of the safety net committee and to
21 provide training and support to districts applying for safety net
22 awards.

23 NEW SECTION. **Sec. 508. FOR THE SUPERINTENDENT OF PUBLIC**
24 **INSTRUCTION--FOR EDUCATIONAL SERVICE DISTRICTS**

25	General Fund--State Appropriation (FY 2008)	\$7,520,000
26	General Fund--State Appropriation (FY 2009)	\$8,527,000
27	TOTAL APPROPRIATION	\$16,047,000

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

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

33 (2) \$1,662,000 of the general fund--state appropriation in fiscal
34 year 2008 and \$3,355,000 of the general fund--state appropriation in
35 fiscal year 2009 are provided solely for regional professional
36 development related to mathematics and science curriculum and
37 instructional strategies. For each educational service district,

1 \$184,933 is provided in fiscal year 2008 for professional development
 2 activities related to mathematics curriculum and instruction and
 3 \$372,357 is provided in fiscal year 2009 for professional development
 4 activities related to mathematics and science curriculum and
 5 instruction. Each educational service district shall use this funding
 6 solely for salary and benefits for a certificated instructional staff
 7 with expertise in the appropriate subject matter and in professional
 8 development delivery, and for travel, materials, and other expenditures
 9 related to providing regional professional development support. The
 10 office of superintendent of public instruction shall also allocate to
 11 each educational service district additional amounts provided in
 12 section 504 of this act for compensation increases associated with the
 13 salary amounts and staffing provided in this subsection (2).

14 (3) The educational service districts, at the request of the state
 15 board of education pursuant to RCW 28A.310.010 and 28A.310.340, may
 16 receive and screen applications for school accreditation, conduct
 17 school accreditation site visits pursuant to state board of education
 18 rules, and submit to the state board of education post-site visit
 19 recommendations for school accreditation. The educational service
 20 districts may assess a cooperative service fee to recover actual plus
 21 reasonable indirect costs for the purposes of this subsection.

22 NEW SECTION. **Sec. 509. FOR THE SUPERINTENDENT OF PUBLIC**
 23 **INSTRUCTION--FOR LOCAL EFFORT ASSISTANCE**

24	General Fund--State Appropriation (FY 2008)	\$202,394,000
25	General Fund--State Appropriation (FY 2009)	\$212,310,000
26	TOTAL APPROPRIATION	\$414,704,000

27 NEW SECTION. **Sec. 510. FOR THE SUPERINTENDENT OF PUBLIC**
 28 **INSTRUCTION--FOR INSTITUTIONAL EDUCATION PROGRAMS**

29	General Fund--State Appropriation (FY 2008)	\$18,301,000
30	General Fund--State Appropriation (FY 2009)	\$18,513,000
31	TOTAL APPROPRIATION	\$36,814,000

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

34 (1) Each general fund--state fiscal year appropriation includes
 35 such funds as are necessary to complete the school year ending in the
 36 fiscal year and for prior fiscal year adjustments.

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

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

10 (4) The funded staffing ratios for education programs for juveniles
11 age 18 or less in department of corrections facilities shall be the
12 same as those provided in the 1997-99 biennium.

13 (5) \$196,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$196,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely to maintain at least one
16 certificated instructional staff and related support services at an
17 institution whenever the K-12 enrollment is not sufficient to support
18 one full-time equivalent certificated instructional staff to furnish
19 the educational program. The following types of institutions are
20 included: Residential programs under the department of social and
21 health services for developmentally disabled juveniles, programs for
22 juveniles under the department of corrections, and programs for
23 juveniles under the juvenile rehabilitation administration.

24 (6) Ten percent of the funds allocated for each institution may be
25 carried over from one year to the next.

26 NEW SECTION. **Sec. 511. FOR THE SUPERINTENDENT OF PUBLIC**
27 **INSTRUCTION--FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS**

28	General Fund--State Appropriation (FY 2008)	\$8,396,000
29	General Fund--State Appropriation (FY 2009)	\$8,779,000
30	TOTAL APPROPRIATION	\$17,175,000

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

33 (1) Each general fund fiscal year appropriation includes such funds
34 as are necessary to complete the school year ending in the fiscal year
35 and for prior fiscal year adjustments.

36 (2) Allocations for school district programs for highly capable
37 students shall be distributed at a maximum rate of \$372.19 per funded

1 student for the 2007-08 school year and \$378.17 per funded student for
2 the 2008-09 school year, exclusive of salary and benefit adjustments
3 pursuant to section 504 of this act. The number of funded students
4 shall be a maximum of 2.314 percent of each district's full-time
5 equivalent basic education enrollment.

6 (3) \$170,000 of the fiscal year 2008 appropriation and \$170,000 of
7 the fiscal year 2009 appropriation are provided for the centrum program
8 at Fort Worden state park.

9 (4) \$90,000 of the fiscal year 2008 appropriation and \$90,000 of
10 the fiscal year 2009 appropriation are provided for the Washington
11 destination imagination network and future problem-solving programs.

12 NEW SECTION. **Sec. 512. FOR THE SUPERINTENDENT OF PUBLIC**
13 **INSTRUCTION--FOR MISCELLANEOUS PURPOSES UNDER THE ELEMENTARY AND**
14 **SECONDARY SCHOOL IMPROVEMENT ACT AND THE NO CHILD LEFT BEHIND ACT**

15 General Fund--Federal Appropriation \$43,450,000

16 NEW SECTION. **Sec. 513. FOR THE SUPERINTENDENT OF PUBLIC**
17 **INSTRUCTION--EDUCATION REFORM PROGRAMS**

18 General Fund--State Appropriation (FY 2008) \$66,278,000

19 General Fund--State Appropriation (FY 2009) \$73,567,000

20 Education Legacy Trust Account--State
21 Appropriation \$125,325,000

22 General Fund--Federal Appropriation \$152,616,000

23 TOTAL APPROPRIATION \$417,786,000

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

26 (1) \$19,966,000 of the general fund--state appropriation for fiscal
27 year 2008, \$19,946,000 of the general fund--state appropriation for
28 fiscal year 2009, and \$15,870,000 of the general fund--federal
29 appropriation are provided solely for development and implementation of
30 the Washington assessments of student learning (WASL), including
31 development and implementation of retake assessments for high school
32 students who are not successful in one or more content areas of the
33 WASL and development and implementation of alternative assessments or
34 appeals procedures to implement the certificate of academic
35 achievement. The superintendent of public instruction shall report
36 quarterly on the progress on development and implementation of

1 alternative assessments or appeals procedures. Within these amounts,
2 the superintendent of public instruction shall contract for the early
3 return of 10th grade student WASL results, on or around June 10th of
4 each year.

5 (2) \$250,000 of the general fund--state appropriation for fiscal
6 year 2008, \$250,000 of the general fund--state appropriation for fiscal
7 year 2009, and \$10,750,000 of the education legacy trust account--state
8 appropriation are provided solely for the implementation of Engrossed
9 Substitute Senate Bill No. 6023 (regarding alternative assessments),
10 including section 2 and section 5 of that act. If the bill is not
11 enacted by June 30, 2007, the amounts provided in this subsection shall
12 lapse. Additionally, the funding provided in this subsection is
13 subject to the following conditions and limitations:

14 (a) The funding may be spent on reviewing, developing, and
15 implementing approved alternative assessments authorized in Engrossed
16 Substitute Senate Bill No. 6023 (regarding alternative assessments).

17 (b) The funding may also be used for reviewing, developing, and
18 implementing end-of-course examinations pursuant to Engrossed
19 Substitute Senate Bill No. 6023 (regarding alternative assessments).

20 (c) The funding may be used for increased costs associated with
21 additional full-time equivalent students directly resulting from
22 additional course-taking requirements specified in Engrossed Substitute
23 Senate Bill No. 6023 (regarding alternative assessments).

24 (d) \$4,900,000 of the funds provided in this subsection are
25 provided solely for allocations for school districts to purchase
26 diagnostic assessments as specified in Engrossed Substitute Senate Bill
27 No. 6023. By September 1, 2007, the office of the superintendent of
28 public instruction shall: (i) Negotiate an agreement with an
29 assessment vendor or vendors to secure competitive pricing for school
30 districts for high quality diagnostic assessment tools, and (ii)
31 provide quality comparison information to school districts regarding
32 various diagnostic assessment tools available. Of the funding
33 provided, a maximum of \$100,000 may be spent by the office of the
34 superintendent of public instruction for administrative support.

35 (e) Beginning on September 1, 2007, the office of the
36 superintendent of public instruction shall submit quarterly reports to
37 the office of financial management and the appropriate policy and
38 fiscal committees of the legislature detailing the actions taken

1 pursuant to Engrossed Substitute Senate Bill No. 6023 (regarding
2 alternative assessments) and amounts spent of each aspect of the
3 legislation.

4 (3) \$70,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$70,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the second grade assessments.

7 (4) \$1,414,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$1,414,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for (a) the tenth grade
10 mathematics assessment tool that: (i) Presents the mathematics
11 essential learnings in segments for assessment; (ii) is comparable in
12 content and rigor to the tenth grade mathematics WASL when all segments
13 are considered together; (iii) is reliable and valid; and (iv) can be
14 used to determine a student's academic performance level; (b) tenth
15 grade mathematics knowledge and skill learning modules to teach middle
16 and high school students specific skills that have been identified as
17 areas of difficulty for tenth grade students; and (c) making the
18 modules available on-line.

19 (5) \$2,267,000 of the general fund--state appropriation for fiscal
20 year 2009 and \$2,367,000 of the education legacy trust account
21 appropriation are provided solely to develop a system of mathematics
22 and science standards and instructional materials that are
23 internationally competitive and consistent with emerging best practices
24 research. Funding in this subsection shall fund all of the following
25 specific projects:

26 (a) The office of the superintendent of public instruction shall
27 adopt revised state standards in mathematics as directed by Second
28 Substitute House Bill No. 1906 (improving mathematics and science
29 education). Activities include conducting research at the request of
30 the state board of education, engaging one or more national experts in
31 mathematics selected by the board, and convening education
32 practitioners and community members in an advisory capacity regarding
33 revised standards in mathematics.

34 (b) The office of the superintendent of public instruction, in
35 consultation with the state board of education, shall research and
36 identify not more than three basic mathematics curricula as well as
37 diagnostic and supplemental instructional materials for elementary,

1 middle, and high school grade spans that align with the revised
2 mathematics standards.

3 (c) The office of the superintendent of public instruction shall
4 adopt revised state standards in science as directed by Second
5 Substitute House Bill No. 1906 (improving mathematics and science
6 education. Activities include conducting research at the request of
7 the state board of education, engaging one or more national experts in
8 science selected by the board, and convening education practitioners
9 and community members in an advisory capacity regarding revised
10 standards in science.

11 (d) The office of the superintendent of public instruction, in
12 consultation with the state board of education, shall research and
13 identify not more than three basic science curricula as well as
14 diagnostic and supplemental instructional materials for elementary,
15 middle, and high school grade spans that align with the revised science
16 standards.

17 (e) The office of the superintendent of public instruction shall
18 evaluate science textbooks, instructional materials, and diagnostic
19 tools to determine the extent to which they are aligned with the
20 revised science standards. Once the evaluations have been conducted,
21 results will be shared with science teachers, other educators, and
22 community members.

23 (f) Funding is provided for the office of the superintendent of
24 public instruction to develop WASL knowledge and skill learning modules
25 to assist students performing at tenth grade level 1 and level 2 in
26 science.

27 (g) Of the amounts provided in this subsection, \$300,000 is
28 provided solely to the state board of education to increase capacity to
29 implement the provisions of Second Substitute House Bill No. 1906
30 (improving mathematics and science education) and Engrossed Second
31 Substitute Senate Bill No. 6023 (regarding alternative assessments).

32 (6) \$8,950,000 of the education legacy trust account appropriation
33 is provided solely for allocations to districts for salaries and
34 benefits for the equivalent of two additional professional development
35 days each school year for fourth and fifth grade teachers. The
36 allocations shall be made based on the calculations of certificated
37 instructional staff units for fourth and fifth grade provided in
38 section 502 of this act and on the calculations of compensation

1 provided in sections 503 and 504 of this act. Allocations made
2 pursuant to this subsection are intended to be formula-driven, and the
3 office of the superintendent of public instruction shall provide
4 updated projections of the relevant budget drivers by November 20,
5 2007, and by November 20, 2008. In the 2007-08 school year, the
6 professional development activities funded by this subsection shall be
7 focused on development of mathematics knowledge and instructional
8 skills and on improving instruction in science. In the 2008-09 school
9 year, the additional professional development shall focus on skills
10 related to implementing the new international mathematics and science
11 standards and curriculum. Districts may use the funding to support
12 additional days for professional development as well as job-embedded
13 forms of professional development.

14 (7) \$13,058,000 of the education legacy trust fund appropriation is
15 provided solely for allocations to districts for salaries and benefits
16 for the equivalent of three additional professional development days
17 for middle and high school math teachers and the equivalent of three
18 additional professional development days for middle and high school
19 science teachers. The office of the superintendent of public
20 instruction shall develop rules to determine the number of math and
21 science teachers in middle and high schools within each district.
22 Allocations made pursuant to this subsection are intended to be
23 formula-driven, and the office of the superintendent of public
24 instruction shall provide updated projections of the relevant budget
25 drivers by November 20, 2007, and by November 20, 2008. Districts may
26 use the funding to support additional days for professional development
27 as well as job-embedded forms of professional development, consistent
28 with the following:

29 (a) For middle school teachers during the 2007-08 school year the
30 additional math professional development funded in this subsection
31 shall focus on development of basic mathematics knowledge and
32 instructional skills and the additional science professional
33 development shall focus on examination of student science assessment
34 data and identification of science knowledge and skill areas in need of
35 additional instructional attention. For middle school teachers during
36 the 2008-09 school year the additional math professional development
37 shall focus on skills related to implementing the new international

1 mathematics standards and the additional science professional
2 development shall focus on skills related to implementing the new
3 international science standards.

4 (b) For high school teachers during the 2007-08 school year the
5 additional math professional development funded in this subsection
6 shall focus on skills related to implementing state math learning
7 modules, the segmented math class/assessment program, the collection of
8 evidence alternative assessment, and basic mathematics knowledge and
9 instructional skills, and the additional science professional
10 development shall focus on skills related to examination of student
11 science assessment data and identification of science knowledge and
12 skill areas in need of additional instructional attention. For high
13 school teachers during the 2008-09 school year the additional math
14 professional development shall focus on skills related to implementing
15 the new international mathematics standards and the additional science
16 professional development shall focus on skills related to implementing
17 the new international science standards.

18 (8) \$17,491,000 of the education legacy trust fund appropriation is
19 provided solely for allocations to districts for specialized
20 professional development in math for one math teacher and one science
21 teacher in each middle school and one math teacher and one science
22 teacher in each high school. The allocations shall be based on five
23 additional professional development days per teacher and an additional
24 allocation per teacher of \$1,500 for training costs. In order to
25 generate an allocation under this subsection, a teacher must
26 participate in specialized professional development that leads to the
27 implementation of mathematics and science courses that add new rigor to
28 the math and science course offerings in the school. Allocations made
29 pursuant to this subsection are intended to be formula-driven, and the
30 office of the superintendent of public instruction shall provide
31 updated projections of the relevant budget drivers by November 20,
32 2007, and by November 20, 2008.

33 (9) \$5,376,000 of the education legacy trust account--state
34 appropriation is provided solely for a math and science instructional
35 coaches program pursuant to Second Substitute House Bill No. 1906
36 (improving mathematics and science education). Funding shall be used
37 to provide grants to schools and districts to provide salaries,
38 benefits, and professional development activities to twenty-five

1 instructional coaches in middle and high school math in the 2007-08 and
2 2008-09 school years and twenty-five instructional coaches in middle
3 and high school science in the 2008-09 school years; and up to \$300,000
4 may be used by the office of the superintendent of public instruction
5 to administer and coordinate the program. Each instructional coach
6 will receive five days of training at a coaching institute prior to
7 being assigned to serve two schools each. These coaches will attend
8 meetings during the year to further their training and assist with
9 coordinating statewide trainings on math and science.

10 (10) \$1,500,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$1,500,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely to allow approved middle and
13 junior high school career and technical education programs to receive
14 enhanced vocational funding pursuant to Second Substitute House Bill
15 No. 1906 (improving mathematics and science education). If the bill is
16 not enacted by June 30, 2007, the amounts provided in this subsection
17 shall lapse. The office of the superintendent of public instruction
18 shall provide allocations to districts for middle and junior high
19 school students in accordance with the funding formulas provided in
20 section 502 of this act. Although the allocations are formula-driven,
21 the office of the superintendent shall consider the funding provided in
22 this subsection as a fixed amount, and shall adjust funding to stay
23 within the amounts provided in this subsection.

24 (11) \$143,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$139,000 of the general fund--state appropriation for
26 fiscal year 2009 are provided solely for (a) staff at the office of the
27 superintendent of public instruction to coordinate and promote efforts
28 to develop integrated math, science, technology, and engineering
29 programs in schools and districts across the state; and (b) grants of
30 \$2,500 to provide twenty middle and high school teachers each year
31 professional development training for implementing integrated math,
32 science, technology, and engineering program in their schools.

33 (12) \$5,303,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$5,303,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for in-service training and
36 educational programs conducted by the Pacific science center and for
37 the Washington state leadership assistance for science education reform
38 (LASER) regional partnership coordinated at the Pacific science center.

1 (13) \$675,000 of the general fund--state appropriation for fiscal
2 year 2009 is provided solely to support state college readiness
3 assessment fees for eleventh grade students. The office of the
4 superintendent of public instruction shall allocate funds for this
5 purpose to school districts based on the number of eleventh grade
6 students who complete the college readiness exam. School districts
7 shall use these funds to reimburse institutions of higher education for
8 the assessments students take and report to the office of the
9 superintendent of public instruction on the number of assessments
10 provided.

11 (14) \$51,236,000 of the education legacy trust account--state
12 appropriation is provided solely for grants for voluntary full-day
13 kindergarten at the highest poverty schools, as provided in Engrossed
14 Second Substitute Senate Bill 5841 (enhancing student learning
15 opportunities and achievement). The office of the superintendent of
16 public instruction shall provide allocations to districts for recipient
17 schools in accordance with the funding formulas provided in section 502
18 of this act. Each kindergarten student who enrolls for the voluntary
19 full-day program in a recipient school shall count as one-half of one
20 full-time equivalent student for the purpose of making allocations
21 under this subsection. Although the allocations are formula-driven,
22 the office of the superintendent shall consider the funding provided in
23 this subsection as a fixed amount, and shall limit the number of
24 recipient schools so as to stay within the amounts appropriated each
25 fiscal year in this subsection. The funding provided in this
26 subsection is estimated to provide full-day kindergarten programs for
27 10 percent of kindergarten enrollment in the 2007-08 school year and 20
28 percent of kindergarten enrollment in the 2008-09 school year. Funding
29 priority shall be given to schools with the highest poverty levels, as
30 measured by prior year free and reduced priced lunch eligibility rates
31 in each school. Additionally, as a condition of funding, school
32 districts must agree to provide the full-day program to the children of
33 parents who request it in each eligible school. For the purposes of
34 calculating a school district levy base, funding provided in this
35 subsection shall be considered a state block grant program under RCW
36 84.52.0531.

37 (a) Of the amounts provided in this subsection, a maximum of

1 \$272,000 may be used for administrative support of the full-day
2 kindergarten program within the office of the superintendent of public
3 instruction.

4 (15) \$65,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$65,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely to support a full-day kindergarten
7 "lighthouse" resource program at the Bremerton school district, as
8 provided in Engrossed Second Senate Bill No. 5841 (enhancing student
9 learning opportunities and achievement). The purpose of the program is
10 to provide technical assistance to districts in the initial stages of
11 implementing a high quality full-day kindergarten program.

12 (16) \$3,047,000 of the education legacy trust account--state
13 appropriation is provided solely for grants for three demonstration
14 projects for kindergarten through grade three. The purpose of the
15 grants is to implement best practices in developmental learning in
16 kindergarten through third grade pursuant to Engrossed Second
17 Substitute Senate Bill No. 5841 (enhancing student learning
18 opportunities and achievement).

19 (17) \$300,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$1,000,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for the development of a
22 leadership academy for school principals and administrators. The
23 superintendent of public instruction shall contract with an independent
24 organization to design, field test, and implement a state-of-the-art
25 education leadership academy that will be accessible throughout the
26 state. Initial development of the content of the academy activities
27 shall be supported by private funds. Semiannually the independent
28 organization shall report on amounts committed by foundations and
29 others to support the development and implementation of this program.
30 Leadership academy partners, with varying roles, shall include the
31 state level organizations for school administrators and principals, the
32 superintendent of public instruction, the professional educator
33 standards board, and others as the independent organization shall
34 identify.

35 (18) \$661,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$684,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for grants to school districts to
38 implement emerging best practices activities in support of classroom

1 teachers' instruction of students, with a first language other than
2 English, who struggle with acquiring academic English skills, as
3 outlined in Engrossed Second Substitute Senate Bill No. 5841 (enhancing
4 student learning opportunities and achievement). Best practices shall
5 focus on professional development for classroom teachers and support of
6 instruction for English language learners in regular classrooms.
7 School districts qualifying for these grants shall serve a student
8 population that reflects many different first languages among their
9 students. The Northwest educational research laboratory (NWREL) shall
10 evaluate the effectiveness of the practices supported by the grants as
11 provided in section 501 of this act. Recipients of these grants shall
12 cooperate with NWREL in the collection of program data.

13 (19) \$548,000 of the fiscal year 2008 general fund--state
14 appropriation and \$548,000 of the fiscal year 2009 general fund--state
15 appropriation are provided solely for training of paraprofessional
16 classroom assistants and certificated staff who work with classroom
17 assistants as provided in RCW 28A.415.310.

18 (20) \$2,348,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$2,348,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for mentor teacher assistance,
21 including state support activities, under RCW 28A.415.250 and
22 28A.415.260, and for a mentor academy. Up to \$200,000 of the amount in
23 this subsection may be used each fiscal year to operate a mentor
24 academy to help districts provide effective training for peer mentors.
25 Funds for the teacher assistance program shall be allocated to school
26 districts based on the number of first year beginning teachers.

27 (21) \$705,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$705,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for the leadership internship
30 program for superintendents, principals, and program administrators.

31 (22) \$98,761,000 of the general fund--federal appropriation is
32 provided for preparing, training, and recruiting high quality teachers
33 and principals under Title II of the no child left behind act.

34 (23)(a) \$488,000 of the general fund--state appropriation for
35 fiscal year 2008 and \$488,000 of the general fund--state appropriation
36 for fiscal year 2009 are provided solely for a principal support
37 program. The office of the superintendent of public instruction may
38 contract with an independent organization to administer the program.

1 The program shall include: (i) Development of an individualized
2 professional growth plan for a new principal or principal candidate;
3 and (ii) participation of a mentor principal who works over a period of
4 between one and three years with the new principal or principal
5 candidate to help him or her build the skills identified as critical to
6 the success of the professional growth plan. Within the amounts
7 provided, \$25,000 per year shall be used to support additional
8 participation of secondary principals.

9 (b) \$3,046,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$3,046,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely to the office of the
12 superintendent of public instruction for focused assistance. The
13 office of the superintendent of public instruction shall conduct
14 educational audits of low-performing schools and enter into performance
15 agreements between school districts and the office to implement the
16 recommendations of the audit and the community. Each educational audit
17 shall include recommendations for best practices and ways to address
18 identified needs and shall be presented to the community in a public
19 meeting to seek input on ways to implement the audit and its
20 recommendations.

21 (24) \$1,000,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$1,000,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for a high school and school
24 district improvement program modeled after the office of the
25 superintendent of public instruction's existing focused assistance
26 program in subsection (25)(b) of this section. The state funding for
27 this improvement program will match an equal amount committed by a
28 nonprofit foundation in furtherance of a jointly funded program.

29 (25) A maximum of \$375,000 of the general fund--state appropriation
30 for fiscal year 2008 and a maximum of \$500,000 of the general fund--
31 state appropriation for fiscal year 2009 are provided for summer
32 accountability institutes offered by the superintendent of public
33 instruction. The institutes shall provide school district staff with
34 training in the analysis of student assessment data, information
35 regarding successful district and school teaching models, research on
36 curriculum and instruction, and planning tools for districts to improve
37 instruction in reading, mathematics, language arts, social studies,
38 including civics, and guidance and counseling. The superintendent of

1 public instruction shall offer at least one institute specifically for
2 improving instruction in mathematics in fiscal years 2008 and 2009 and
3 at least one institute specifically for improving instruction in
4 science in fiscal year 2009.

5 (26) \$515,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$515,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided for the evaluation of mathematics
8 textbooks, other instructional materials, and diagnostic tools to
9 determine the extent to which they are aligned with the state
10 standards. Once the evaluations have been conducted, results will be
11 shared with math teachers, other educators, and community members for
12 the purposes of validating the conclusions and then selecting up to
13 three curricula, supporting materials, and diagnostic instruments as
14 those best able to assist students to learn and teachers to teach the
15 content of international standards. In addition, the office of the
16 superintendent shall continue to provide support and information on
17 essential components of comprehensive, school-based reading programs.

18 (27) \$1,764,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$1,764,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for the mathematics helping corps
21 subject to the following conditions and limitations:

22 (a) In order to increase the availability and quality of technical
23 mathematics assistance statewide, the superintendent of public
24 instruction shall employ mathematics school improvement specialists to
25 provide assistance to schools and districts. The specialists shall be
26 hired by and work under the direction of a statewide school improvement
27 coordinator. The mathematics improvement specialists shall not be
28 permanent employees of the superintendent of public instruction.

29 (b) The school improvement specialists shall provide the following:

30 (i) Assistance to schools to disaggregate student performance data
31 and develop improvement plans based on those data;

32 (ii) Consultation with schools and districts concerning their
33 performance on the Washington assessment of student learning and other
34 assessments emphasizing the performance on the mathematics assessments;

35 (iii) Consultation concerning curricula that aligns with the
36 essential academic learning requirements emphasizing the academic
37 learning requirements for mathematics, the Washington assessment of
38 student learning, and meets the needs of diverse learners;

1 (iv) Assistance in the identification and implementation of
2 research-based instructional practices in mathematics;

3 (v) Staff training that emphasizes effective instructional
4 strategies and classroom-based assessment for mathematics;

5 (vi) Assistance in developing and implementing family and community
6 involvement programs emphasizing mathematics; and

7 (vii) Other assistance to schools and school districts intended to
8 improve student mathematics learning.

9 (28) \$125,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$125,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely for the improvement of reading
12 achievement and implementation of research-based reading models. The
13 superintendent shall evaluate reading curriculum programs and other
14 instructional materials to determine the extent to which they are
15 aligned with state standards. A report of the analyses shall be made
16 available to school districts. The superintendent shall report to
17 districts the assessments that are available to screen and diagnose
18 reading difficulties, and shall provide training on how to implement a
19 reading assessment system. Resources may also be used to disseminate
20 grade level expectations and develop professional development modules
21 and web-based materials.

22 (29) \$30,401,000 of the general fund--federal appropriation is
23 provided for the reading first program under Title I of the no child
24 left behind act.

25 (a) \$500,000 of the general fund--state appropriation for fiscal
26 year 2008 and \$500,000 of the general fund--state appropriation for
27 fiscal year 2009 are provided solely for the office of the
28 superintendent of public instruction to award five grants to parent,
29 community, and school district partnership programs that will meet the
30 unique needs of different groups of students in closing the achievement
31 gap. The legislature intends that the pilot programs will help
32 students meet state learning standards, achieve the skills and
33 knowledge necessary for college or the workplace, reduce the
34 achievement gap, prevent dropouts, and improve graduation rates.

35 (b) The pilot programs shall be designed in such a way as to be
36 supplemental to educational services provided in the district and shall
37 utilize a community partnership based approach to helping students and
38 their parents.

1 (c) The grant recipients shall work in collaboration with the
2 office of the superintendent of public instruction to develop
3 measurable goals and evaluation methodologies for the pilot programs.
4 \$25,000 of this appropriation may be used by the office of the
5 superintendent of public instruction to hold a statewide meeting to
6 disseminate successful strategies developed by the grantees.

7 (d) The office of the superintendent of public instruction shall
8 issue a report to the legislature in the 2009 session on the progress
9 of each of the pilot programs.

10 (30) \$1,500,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$1,500,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely for the office of the
13 superintendent of public instruction to support and award Washington
14 community learning center program grants pursuant to Engrossed Second
15 Substitute Senate Bill No. 5841 (enhancing student learning
16 opportunities and achievement). If the bill is not enacted by June 30,
17 2007, the amounts provided in this subsection shall lapse.

18 (31) \$1,629,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$1,638,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely to eliminate the lunch co-pay for
21 students in grades kindergarten through third grade that are eligible
22 for reduced price lunch.

23 (32) \$400,000 of the education legacy trust account--state
24 appropriation is provided solely for the development of mathematics
25 support activities provided by community organizations in after school
26 programs. Pursuant to Second Substitute House Bill No. 1906 (improving
27 mathematics and science education), the office of the superintendent of
28 public instruction shall administer grants to community organizations
29 that partner with school districts to provide these activities and
30 develop a mechanism to report program and student success.

31 (33) \$5,222,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$5,222,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely for: (a) The meals for kids
34 program under RCW 28A.235.145 through 28A.235.155; (b) to eliminate the
35 breakfast co-pay for students eligible for reduced price lunch; and (c)
36 for additional assistance for school districts initiating a summer food
37 service program.

1 (34) \$1,056,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$1,056,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for the Washington reading corps.
4 The superintendent shall allocate reading corps members to low-
5 performing schools and school districts that are implementing
6 comprehensive, proven, research-based reading programs. Two or more
7 schools may combine their Washington reading corps programs. Grants
8 provided under this section may be used by school districts for
9 expenditures from September 2007 through August 31, 2009.

10 (35) \$3,594,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$3,594,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely for grants to school districts to
13 provide a continuum of care for children and families to help children
14 become ready to learn. Grant proposals from school districts shall
15 contain local plans designed collaboratively with community service
16 providers. If a continuum of care program exists in the area in which
17 the school district is located, the local plan shall provide for
18 coordination with existing programs to the greatest extent possible.
19 Grant funds shall be allocated pursuant to RCW 70.190.040.

20 (36) \$1,959,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$1,959,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely for improving technology
23 infrastructure, monitoring and reporting on school district technology
24 development, promoting standards for school district technology,
25 promoting statewide coordination and planning for technology
26 development, and providing regional educational technology support
27 centers, including state support activities, under chapter 28A.650 RCW.
28 The superintendent of public instruction shall coordinate a process to
29 facilitate the evaluation and provision of online curriculum courses to
30 school districts which includes the following: Creation of a general
31 listing of the types of available online curriculum courses; a survey
32 conducted by each regional educational technology support center of
33 school districts in its region regarding the types of online curriculum
34 courses desired by school districts; a process to evaluate and
35 recommend to school districts the best online courses in terms of
36 curriculum, student performance, and cost; and assistance to school
37 districts in procuring and providing the courses to students.

1 (37) \$126,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$126,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided for the development and posting of web-
4 based instructional tools, assessment data, and other information that
5 assists schools and teachers implementing higher academic standards.

6 (38) \$333,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$333,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely for the operation of the center
9 for the improvement of student learning pursuant to RCW 28A.300.130.

10 (39) \$12,400,000 of the education legacy trust account--state
11 appropriation is provided solely for one-time allocations for
12 technology upgrades and improvements. The funding shall be allocated
13 based on \$3,000 for each elementary school, \$6,000 for each middle or
14 junior high school, and \$11,000 for each high school. In cases where
15 a particular school's grade span or configuration does not fall into
16 these categories, the office of superintendent of public instruction
17 will develop an allocation to that school that recognizes the unique
18 characteristics but maintains the proportionate allocation identified
19 in this subsection.

20 (40) \$250,000 of the education legacy trust account--state
21 appropriation is provided solely for costs associated with office of
22 the superintendent of public instruction establishing a statewide
23 director of technology position pursuant to Second Substitute House
24 Bill No. 1906 (improving mathematics and science education). If the
25 bill is not enacted by June 30, 2007, the amounts provided in this
26 subsection shall lapse.

27 (41)(a) \$9,150,000 of the general fund--state appropriation for
28 fiscal year 2008 and \$12,447,000 of the general fund--state
29 appropriation for fiscal year 2009 are provided solely for the
30 following bonuses for teachers who hold valid, unexpired certification
31 from the national board for professional teaching standards and who are
32 teaching in a Washington public school, subject to the following
33 conditions and limitations:

34 (i) For national board certified teachers, a bonus of \$5,000 per
35 teacher in fiscal year 2008 and adjusted for inflation in fiscal year
36 2009;

37 (ii) For national board certified teachers who teach in schools

1 where at least 70 percent of student headcount enrollment is eligible
2 for the federal free or reduced price lunch program, an additional
3 \$5,000 annual bonus to be paid in one lump sum; and

4 (iii) The superintendent of public instruction shall adopt rules to
5 ensure that national board certified teachers meet the qualifications
6 for bonuses under (a)(ii) of this subsection for less than one full
7 school year receive bonuses in a pro-rated manner.

8 (b) Included in the amounts provided in this subsection are amounts
9 for mandatory fringe benefits. The annual bonus shall not be included
10 in the definition of "earnable compensation" under RCW 41.32.010(10).

11 (c) For purposes of this subsection, "schools where at least 70
12 percent of the student headcount enrollment is eligible for the federal
13 free or reduced price lunch program" shall be defined as: (i) For the
14 2007-08 and the 2008-09 school years, schools in which the prior year
15 percentage of students eligible for the federal free and reduced price
16 lunch program was at least 70 percent; and (ii) in the 2008-09 school
17 year, any school that met the criterion in (c)(i) of this subsection in
18 the 2007-08 school year.

19 (d) Within the amounts appropriated in this subsection, the office
20 of superintendent of public instruction shall revise rules to allow
21 teachers who hold valid, unexpired certification from the national
22 board for professional teaching standards and who are teaching at the
23 Washington school for the deaf or Washington school for the blind, to
24 receive the annual bonus amounts specified in this subsection if they
25 are otherwise eligible.

26 **NEW SECTION. Sec. 514. FOR THE SUPERINTENDENT OF PUBLIC**
27 **INSTRUCTION--FOR TRANSITIONAL BILINGUAL PROGRAMS**

28	General Fund--State Appropriation (FY 2008)	\$65,320,000
29	General Fund--State Appropriation (FY 2009)	\$69,217,000
30	General Fund--Federal Appropriation	\$45,243,000
31	TOTAL APPROPRIATION	\$179,780,000

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

34 (1) Each general fund fiscal year appropriation includes such funds
35 as are necessary to complete the school year ending in the fiscal year
36 and for prior fiscal year adjustments.

1 (2) The superintendent shall distribute a maximum of \$824.24 per
2 eligible bilingual student in the 2007-08 school year and \$840.25 in
3 the 2008-09 school year, exclusive of salary and benefit adjustments
4 provided in section 504 of this act.

5 (3) The superintendent may withhold up to 1.5 percent of the school
6 year allocations to school districts in subsection (2) of this section,
7 and adjust the per eligible pupil rates in subsection (2) of this
8 section accordingly, solely for the central provision of assessments as
9 provided in RCW 28A.180.090 (1) and (2).

10 (4) \$70,000 of the amounts appropriated in this section are
11 provided solely to track current and former transitional bilingual
12 program students.

13 (5) The general fund--federal appropriation in this section is
14 provided for migrant education under Title I Part C and English
15 language acquisition, and language enhancement grants under Title III
16 of the elementary and secondary education act.

17 (6) Pursuant to RCW 28A.150.260, during the 2007-09 biennium, the
18 office of the superintendent of public instruction shall not make exit
19 of the transitional bilingual program contingent on passing both the
20 Washington language proficiency test and the Washington assessment of
21 student learning without prior legislative approval.

22 NEW SECTION. **Sec. 515. FOR THE SUPERINTENDENT OF PUBLIC**
23 **INSTRUCTION--FOR THE LEARNING ASSISTANCE PROGRAM**

24	General Fund--State Appropriation (FY 2008)	\$70,792,000
25	General Fund--State Appropriation (FY 2009)	\$73,156,000
26	General Fund--Federal Appropriation	\$360,660,000
27	Education Legacy Trust Account--State	
28	Appropriation	45,953,000
29	TOTAL APPROPRIATION	\$550,561,000

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

32 (1) The general fund--state appropriations in this section are
33 subject to the following conditions and limitations:

34 (a) The appropriations include such funds as are necessary to
35 complete the school year ending in the fiscal year and for prior fiscal
36 year adjustments.

1 (b) Funding for school district learning assistance programs shall
2 be allocated at maximum rates of \$220.37 per funded student for the
3 2007-08 school year and \$224.73 per funded student for the 2008-09
4 school year exclusive of salary and benefit adjustments provided under
5 section 504 of this act.

6 (c) A school district's funded students for the learning assistance
7 program shall be the sum of the following as appropriate:

8 (i) The district's full-time equivalent enrollment in grades K-12
9 for the prior school year multiplied by the district's percentage of
10 October headcount enrollment in grades K-12 eligible for free or
11 reduced price lunch in the prior school year; and

12 (ii) If, in the prior school year, the district's percentage of
13 October headcount enrollment in grades K-12 eligible for free or
14 reduced price lunch exceeded forty percent, subtract forty percent from
15 the district's percentage and multiply the result by the district's K-
16 12 annual average full-time equivalent enrollment for the prior school
17 year.

18 (d) In addition to amounts allocated in (b) and (c) of this
19 subsection, an additional amount shall be allocated to a school
20 district for each school year in which the district's allocation is
21 less than the amount the district received for the general fund--state
22 learning assistance program allocation in the 2004-05 school year. The
23 amount of the allocation in this section shall be sufficient to
24 maintain the 2004-05 school year allocation.

25 (2) The general fund--federal appropriation in this section is
26 provided for Title I Part A allocations of the no child left behind act
27 of 2001.

28 (3) Small school districts are encouraged to make the most
29 efficient use of the funding provided by using regional educational
30 service district cooperatives to hire staff, provide professional
31 development activities, and implement reading and mathematics programs
32 consistent with research-based guidelines provided by the office of the
33 superintendent of public instruction.

34 (4) A school district may carry over from one year to the next up
35 to 10 percent of the general fund--state or education legacy trust
36 funds allocated under this program; however, carryover funds shall be
37 expended for the learning assistance program.

1 (5) School districts are encouraged to coordinate the use of these
2 funds with other federal, state, and local sources to serve students
3 who are below grade level and to make efficient use of resources in
4 meeting the needs of students with the greatest academic deficits.

5 NEW SECTION. **Sec. 516. FOR THE SUPERINTENDENT OF PUBLIC**
6 **INSTRUCTION--PROMOTING ACADEMIC SUCCESS**

7	General Fund--State Appropriation (FY 2008)	\$23,820,000
8	General Fund--State Appropriation (FY 2009)	\$25,177,000
9	TOTAL APPROPRIATION	\$48,997,000

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

12 (1) The amounts appropriated in this section are provided solely
13 for remediation for students who have not met standard in one or more
14 content areas of the Washington assessment of student learning in the
15 spring of their tenth grade year or on a subsequent retake. The funds
16 may be used for extended learning activities, including summer school,
17 before and after school, Saturday classes, skill seminars, assessment
18 preparation, and in-school or out- of-school tutoring. Extended
19 learning activities may occur on the school campus, via the internet,
20 or at other locations and times that meet student needs. Funds
21 allocated under this section shall not be considered basic education
22 funding. Amounts allocated under this section shall fund new extended
23 learning opportunities, and shall not supplant funding for existing
24 programs and services.

25 (2) School district allocations for promoting academic success
26 programs shall be calculated as follows:

27 (a) Allocations shall be made to districts only for students
28 actually served in a promoting academic success program.

29 (b) A portion of the district's annual student units shall be the
30 number of content area assessments (reading, writing, and mathematics)
31 on which eleventh and twelfth grade students were more than one
32 standard error of measurement from meeting standard on the WASL in
33 their most recent attempt to pass the WASL.

34 (c) The other portion of the district's annual student units shall
35 be the number of content area assessments (reading, writing, and
36 mathematics) on which eleventh and twelfth grade students were less

1 than one standard error of measurement from meeting standard but did
2 not meet standard on the WASL in their most recent attempt to pass the
3 WASL.

4 (d) Districts with at least one but less than 20 student units
5 combining the student units generated from (b) and (c) of this
6 subsection shall be counted as having 20 student units for the purposes
7 of the allocations in (e) and (f)(i) of this subsection.

8 (e) Allocations for certificated instructional staff salaries and
9 benefits shall be determined using formula-generated staff units
10 calculated pursuant to this subsection. Ninety-four hours of
11 certificated instructional staff units are allocated per 13.0 student
12 units as calculated under (a) of this subsection and thirty-four hours
13 of certificated instructional staff units are allocated per 13.0
14 student units as calculated under (b) of this subsection. Allocations
15 for salaries and benefits for the staff units calculated under this
16 subsection shall be calculated in the same manner as provided under
17 section 503 of this act. Salary and benefit increase funding for staff
18 units generated under this section is included in section 504 of this
19 act.

20 (f) The following additional allocations are provided per student
21 unit, as calculated in (a) and (b) of this subsection:

22 (i) \$12.80 in school year 2007-08 and \$13.07 in school year 2008-09
23 for maintenance, operations, and transportation;

24 (ii) \$12.29 in school year 2007-08 and \$12.55 in school year 2008-
25 09 for pre- and post-remediation assessments;

26 (iii) \$17.41 in school year 2007-08 and \$17.77 in school year 2008-
27 09 per reading remediation student unit;

28 (iv) \$8.19 in school year 2007-08 and \$8.36 in school year 2008-09
29 per mathematics remediation student unit; and

30 (v) \$8.19 in school year 2007-08 and \$8.36 in school year 2008-09
31 per writing remediation student unit.

32 (f) The superintendent of public instruction shall distribute
33 school year allocations according to the monthly apportionment schedule
34 defined in RCW 28A.510.250.

35 (3) By November 15th of each year, the office of the superintendent
36 of public instruction shall report to the appropriate committees of the
37 legislature and to the office of financial management on the use of

1 these funds in the prior school year, including the types of assistance
2 selected by students, the number of students receiving each type of
3 assistance, and the impact on WASL test scores.

4 (4) School districts may carry over from one year to the next up to
5 20 percent of funds allocated under this program; however, carryover
6 funds shall be expended for promoting academic success programs.

7 NEW SECTION. **Sec. 517. FOR THE SUPERINTENDENT OF PUBLIC**
8 **INSTRUCTION--FOR STUDENT ACHIEVEMENT PROGRAM**

9	Student Achievement Account--State Appropriation	
10	(FY 2008)	\$423,414,000
11	Student Achievement Account--State Appropriation	
12	(FY 2009)	\$446,357,000
13	TOTAL APPROPRIATION	\$869,771,000

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

16 (1) Funding for school district student achievement programs shall
17 be allocated at a maximum rate of \$450.00 per FTE student for the 2007-
18 08 school year and \$459.45 per FTE student for the 2008-09 school year.
19 For the purposes of this section, FTE student refers to the annual
20 average full-time equivalent enrollment of the school district in
21 grades kindergarten through twelve for the prior school year, as
22 reported to the office of the superintendent of public instruction by
23 August 31st of the previous school year.

24 (2) The appropriation is allocated for the following uses as
25 specified in RCW 28A.505.210:

26 (a) To reduce class size by hiring certificated elementary
27 classroom teachers in grades K-4 and paying nonemployee-related costs
28 associated with those new teachers;

29 (b) To make selected reductions in class size in grades 5-12, such
30 as small high school writing classes;

31 (c) To provide extended learning opportunities to improve student
32 academic achievement in grades K-12, including, but not limited to,
33 extended school year, extended school day, before-and-after-school
34 programs, special tutoring programs, weekend school programs, summer
35 school, and all-day kindergarten;

36 (d) To provide additional professional development for educators
37 including additional paid time for curriculum and lesson redesign and

1 alignment, training to ensure that instruction is aligned with state
2 standards and student needs, reimbursement for higher education costs
3 related to enhancing teaching skills and knowledge, and mentoring
4 programs to match teachers with skilled, master teachers. The funding
5 shall not be used for salary increases or additional compensation for
6 existing teaching duties, but may be used for extended year and
7 extended day teaching contracts;

8 (e) To provide early assistance for children who need
9 prekindergarten support in order to be successful in school; or

10 (f) To provide improvements or additions to school building
11 facilities which are directly related to the class size reductions and
12 extended learning opportunities under (a) through (c) of this
13 subsection (2).

14 (3) The superintendent of public instruction shall distribute the
15 school year allocation according to the monthly apportionment schedule
16 defined in RCW 28A.510.250.

17 NEW SECTION. **Sec. 518. K-12 CARRYFORWARD AND PRIOR SCHOOL YEAR**
18 **ADJUSTMENTS.** State general fund and state student achievement fund
19 appropriations provided to the superintendent of public instruction for
20 state entitlement programs in the public schools in this part V of this
21 act may be expended as needed by the superintendent for adjustments to
22 apportionment for prior fiscal periods. Recoveries of state general
23 fund moneys from school districts and educational service districts for
24 a prior fiscal period shall be made as reductions in apportionment
25 payments for the current fiscal period and shall be shown as prior year
26 adjustments on apportionment reports for the current period. Such
27 recoveries shall not be treated as revenues to the state, but as a
28 reduction in the amount expended against the appropriation for the
29 current fiscal period.

30 NEW SECTION. **Sec. 519. FOR THE SUPERINTENDENT OF PUBLIC**
31 **INSTRUCTION.** Appropriations made in this act to the office of
32 superintendent of public instruction shall initially be allotted as
33 required by this act. Subsequent allotment modifications shall not
34 include transfers of moneys between sections of this act.

(End of part)

PART VI
HIGHER EDUCATION

1
2
3 NEW SECTION. **Sec. 601.** The appropriations in sections 603 through
4 609 of this act are subject to the following conditions and
5 limitations:

6 (1) "Institutions" means the institutions of higher education
7 receiving appropriations under sections 603 through 609 of this act.

8 (2)(a) The salary increases provided or referenced in this
9 subsection and described in section 603 and part IX of this act shall
10 be the only allowable salary increases provided at institutions of
11 higher education, excluding increases associated with normally
12 occurring promotions and increases related to faculty and professional
13 staff retention, and excluding increases associated with employees
14 under the jurisdiction of chapter 41.56 RCW.

15 (b) For employees under the jurisdiction of chapter 41.56 RCW,
16 salary increases will be in accordance with the applicable collective
17 bargaining agreement. However, an increase shall not be provided to
18 any classified employee whose salary is above the approved salary range
19 maximum for the class to which the employee's position is allocated.

20 (c) Each institution of higher education receiving appropriations
21 for salary increases under sections 604 through 609 of this act may
22 provide additional salary increases from other sources to instructional
23 and research faculty, exempt professional staff, teaching and research
24 assistants, as classified by the office of financial management, and
25 all other nonclassified staff, but not including employees under RCW
26 28B.16.015. Any additional salary increase granted under the authority
27 of this subsection (2)(c) shall not be included in an institution's
28 salary base for future state funding. It is the intent of the
29 legislature that general fund--state support for an institution shall
30 not increase during the current or any future biennium as a result of
31 any salary increases authorized under this subsection (2)(c).

32 (d) The legislature, the office of financial management, and other
33 state agencies need consistent and accurate personnel data from
34 institutions of higher education for policy planning purposes.
35 Institutions of higher education shall report personnel data to the
36 department of personnel for inclusion in the department's data

1 warehouse. Uniform reporting procedures shall be established by the
2 department of personnel for use by the reporting institutions,
3 including provisions for common job classifications and common
4 definitions of full-time equivalent staff. Annual contract amounts,
5 number of contract months, and funding sources shall be consistently
6 reported for employees under contract.

7 (e) By January 1, 2008, the office of financial management shall
8 work with the institutions of higher education, and with staff from the
9 legislative fiscal committees and the legislative evaluation and
10 accountability program, to identify ways in which the office's
11 "compensation impact model" should be revised or replaced to make the
12 system less costly for institutions to maintain, and more transparent,
13 informative, and useful to the legislature and institutions, while
14 providing information needed to accurately and efficiently negotiate
15 and budget employee compensation changes.

16 (3) The technical colleges may increase tuition and fees in excess
17 of the fiscal growth factor to conform with the percentage increase in
18 community college operating fees.

19 (4) The tuition fees, as defined in chapter 28B.15 RCW, charged to
20 full-time students at the state's institutions of higher education for
21 the 2007-08 and 2008-09 academic years, other than the summer term,
22 shall be adjusted by the governing boards of the state universities,
23 regional universities, The Evergreen State College, and the state board
24 for community and technical colleges. Tuition fees may be increased in
25 excess of the fiscal growth factor under RCW 43.135.055.

26 For the 2007-08 academic year, the governing boards of the research
27 universities may implement an increase no greater than seven percent
28 over tuition fees charged to full-time resident undergraduate students
29 for the 2006-07 academic year. The regional universities and The
30 Evergreen State College may implement an increase no greater than five
31 percent over tuition fees charged to full-time resident undergraduate
32 students for the 2006-07 academic year. The state board for community
33 and technical colleges may implement an increase no greater than two
34 percent over tuition and fees charged to full-time resident students
35 for the 2006-07 academic year.

36 For the 2008-09 academic year, the governing boards of the research
37 universities may implement an increase no greater than seven percent
38 over tuition fees charged to full-time resident undergraduate students

1 for the 2007-08 academic year. The regional universities and The
2 Evergreen State College may implement an increase no greater than five
3 percent over tuition fees charged to full-time resident undergraduate
4 students for the 2007-08 academic year. The state board for community
5 and technical colleges may implement an increase no greater than two
6 percent over tuition and fees charged to full-time resident students
7 for the 2007-08 academic year.

8 In addition to the tuition authorization provided under this
9 subsection, amounts appropriated in this budget provide an amount
10 approximately equal to a one percent tuition increase per academic year
11 for the state board for community and technical colleges.

12 (5) For the 2007-09 biennium, the governing boards and the state
13 board may adjust full-time operating fees for factors that may include
14 time of day and day of week, as well as delivery method and campus, to
15 encourage full use of the state's educational facilities and resources.

16 (6) Technical colleges may increase their building fee in excess of
17 the fiscal growth factor until parity is reached with the community
18 colleges.

19 (7) In addition to waivers granted under the authority of RCW
20 28B.15.910, the governing boards and the state board may waive all or
21 a portion of operating fees for any student. State general fund
22 appropriations shall not be provided to replace tuition and fee revenue
23 foregone as a result of waivers granted under this subsection.

24 (8) Pursuant to RCW 43.135.055, institutions of higher education
25 receiving appropriations under sections 603 through 609 of this act are
26 authorized to increase summer term tuition in excess of the fiscal
27 growth factor during the 2007-09 biennium. Tuition levels increased
28 pursuant to this subsection shall not exceed the per credit hour rate
29 calculated from the academic year tuition levels adopted under this
30 act.

31 (9) Pursuant to RCW 43.135.055, community and technical colleges
32 are authorized to increase services and activities fee charges in
33 excess of the fiscal growth factor during the 2007-09 biennium. The
34 services and activities fee charges increased pursuant to this
35 subsection shall not exceed the maximum level authorized by the state
36 board for community and technical colleges.

37 (10) From within the appropriations in sections 603 through 609 of

1 this act, institutions of higher education shall increase compensation
2 for nonrepresented employees in accordance with the following:

3 (a) Across the Board Adjustments.

4 (i) Appropriations are provided for a 3.2 percent salary increase
5 effective September 1, 2007, for all classified employees, except those
6 represented by a collective bargaining unit under chapters 41.80,
7 41.56, and 47.64 RCW, and except the certificated employees of the
8 state schools for the deaf and blind and employees of community and
9 technical colleges covered by the provisions of Initiative Measure No.
10 732. Also included are employees in the Washington management service,
11 and exempt employees under the jurisdiction of the director of
12 personnel.

13 (ii) Appropriations are provided for a 2.0 percent salary increase
14 effective September 1, 2008, for all classified employees, except those
15 represented by a collective bargaining unit under chapters 41.80,
16 41.56, and 47.64 RCW, and except for the certificated employees of the
17 state schools of the deaf and blind and employees of community and
18 technical colleges covered by the provisions of Initiative Measure No.
19 732. Also included are employees in the Washington management service,
20 and exempt employees under the jurisdiction of the director of
21 personnel.

22 (b) Salary Survey.

23 For state employees, except those represented by a bargaining unit
24 under chapters 41.80, 41.56, and 47.64 RCW, funding is provided for
25 implementation of the department of personnel's 2006 salary survey, for
26 job classes more than 25 percent below market rates and affected
27 classes.

28 (c) Classification Consolidation.

29 For state employees, except those represented by a bargaining unit
30 under chapters 41.80, 41.56, and 47.64 RCW, funding is provided for
31 implementation of the department of personnel's phase 4 job class
32 consolidation and revisions under chapter 41.80 RCW.

33 (d) Agency Request Consolidation.

34 For state employees, except those represented by a bargaining unit
35 under chapters 41.80, 41.56, and 47.64 RCW, funding is provided for
36 implementation of the department of personnel's agency request job
37 class consolidation and reclassification plan. This implementation

1 fully satisfies the conditions specified in the settlement agreement of
2 *WPEA v State/Shroll v State*.

3 (e) Additional Pay Step.

4 For state employees, except those represented by a bargaining unit
5 under chapters 41.80, 41.56, and 47.64 RCW, funding is provided for a
6 new pay step L for those who have been in step K for at least one year.

7 (f) Retain Fiscal Year 2007 Pay Increase.

8 For all classified state employees, except those represented by a
9 bargaining unit under chapter 41.80, 41.56, and 47.64 RCW, and except
10 for the certificated employees of the state schools of the deaf and
11 blind and employees of community and technical colleges covered by the
12 provisions of Initiative Measure No. 732, funding is provided for
13 continuation of the 1.6 percent salary increase that was provided
14 during fiscal year 2007. Also included are employees in the Washington
15 management service, and exempt employees under the jurisdiction of the
16 director of personnel.

17 (g) The appropriations are also sufficient for the research and the
18 regional higher education institutions to (i) continue the 1.6 percent
19 salary increase that was provided during fiscal year 2007; and (ii)
20 provide average salary increases of 3.2 percent effective September 1,
21 2007, and of 2.0 percent effective September 1, 2008, for faculty,
22 exempt administrative and professional staff, graduate assistants, and
23 for all other nonclassified employees.

24 NEW SECTION. **Sec. 602.** (1) The appropriations in sections 603
25 through 609 of this act provide state support for full-time equivalent
26 student enrollments at each institution of higher education. Listed
27 below are the annual full-time equivalent student enrollments by
28 institutions assumed in this act.

	2007-08	2008-09
	Annual	Annual
	Average	Average
29 University of Washington		
30 Main campus	33,782	34,197
31 Bothell campus	1,760	1,980
32 Tacoma campus	2,109	2,349

1			
2	Washington State University		
3	Main campus	19,112	19,272
4	Tri-Cities campus	800	865
5	Vancouver campus	1,888	2,113
6			
7	Central Washington University	8,952	9,322
8	Eastern Washington University	8,996	9,184
9	The Evergreen State College	4,165	4,213
10	Western Washington University	12,022	12,175
11	State Board for Community and Technical Colleges	136,022	138,977

12 (2) For the state universities, the number of full-time equivalent
13 student enrollments enumerated in this section for the Bothell, Tacoma,
14 Tri-Cities, and Vancouver campuses are the minimum levels at which the
15 universities should seek to enroll students for those campuses. At the
16 start of an academic year, the governing board of a state university
17 may transfer full-time equivalent student enrollments among campuses.
18 Intent notice shall be provided to the office of financial management
19 and reassignment of funded enrollment is contingent upon satisfying
20 data needed by the forecast division for tracking and monitoring state-
21 supported college enrollment.

22 NEW SECTION. **Sec. 603. FOR THE STATE BOARD FOR COMMUNITY AND**
23 **TECHNICAL COLLEGES**

24	General Fund--State Appropriation (FY 2008)	\$638,521,000
25	General Fund--State Appropriation (FY 2009)	\$654,446,000
26	Education Legacy Trust Account--State	
27	Appropriation	\$105,432,000
28	Pension Funding Stabilization Account	
29	Appropriation	\$49,800,000
30	TOTAL APPROPRIATION	\$1,448,199,000

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

33 (1) \$5,040,000 of the education legacy trust account--state
34 appropriation and \$10,920,000 of the general fund--state appropriation
35 for fiscal year 2009 are to expand general enrollments by 900 student

1 FTEs in academic year 2008 and by an additional 1,050 student FTEs in
2 academic year 2009.

3 (2) \$5,720,000 of the education legacy trust account--state
4 appropriation and \$11,440,000 of the general fund--state appropriation
5 for fiscal year 2009 are to expand high-demand enrollments by 650
6 student FTEs in fiscal year 2008 and by an additional 650 student FTEs
7 in fiscal year 2009. The programs expanded shall include, but are not
8 limited to, mathematics and health sciences. The state board shall
9 provide data to the office of financial management that is required to
10 track changes in enrollments, graduations, and the employment of
11 college graduates related to state investments in high-demand
12 enrollment programs. Data may be provided through the public
13 centralized higher education enrollment system or through an
14 alternative means agreed to by the institutions and the office of
15 financial management.

16 (3) \$1,960,000 of the education legacy trust account--state
17 appropriation is to expand early childhood education programs with a
18 focus on early math and science awareness by 100 student FTEs in fiscal
19 year 2008 and by an additional 150 student FTEs in 2009. The board
20 shall provide data to the office of financial management regarding math
21 and science enrollments, graduations, and employment of college
22 graduates related to state investments in math and science programs.
23 Data may be provided through the centralized higher education
24 enrollment system or through an alternative means agreed to by the
25 institutions and the office of financial management.

26 (4) \$28,761,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$28,761,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely as special funds for training and
29 related support services, including financial aid, as specified in RCW
30 28C.04.390. Funding is provided to support up to 6,200 full-time
31 equivalent students in each fiscal year.

32 (5) \$3,813,000 of the education legacy trust account--state
33 appropriation and \$7,625,000 of the general fund--state appropriation
34 for fiscal year 2009 are for basic skills education enrollments at
35 community and technical colleges. Budgeted enrollment levels shall
36 increase by 625 student FTEs each year.

37 (6) \$3,750,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$7,500,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely to increase salaries and related
2 benefits for part-time faculty. It is intended that part-time faculty
3 salaries will increase relative to full-time faculty salaries after all
4 salary increases are collectively bargained.

5 (7) \$7,350,000 of the education legacy trust account appropriation
6 is to increase enrollment levels in the integrated basic education,
7 skills, and language program (I-BEST) by 250 student FTEs per year.
8 Each student participating on a full-time basis is budgeted and shall
9 be reported as a single FTE for purposes of this expansion.

10 (8) \$375,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$375,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely for the transitions math project.
13 This phase of work shall include the establishment of a single math
14 placement test to be used at colleges and universities statewide.

15 (9) \$2,835,000 of the education legacy trust account appropriation
16 is to increase enrollment in apprenticeship training programs by 150
17 student FTEs in each fiscal year.

18 (10) \$4,000,000 of the education legacy trust account--state
19 appropriation is provided solely to expand the number of TRIO eligible
20 students served in the community and technical college system by 1,700
21 students each year. TRIO eligible students include low-income,
22 first-generation, and college students with disabilities. The state
23 board for community and technical colleges shall report annually to the
24 office of financial management and the appropriate policy and fiscal
25 committees of the legislature on the retention and completion rates of
26 students served through this appropriation. Retention rates shall
27 continue to exceed 65 percent for TRIO students and other low-income
28 and first-generation students served through this appropriation.

29 (11)(a) The higher education coordinating board, the office of
30 financial management, and the higher education institutions negotiated
31 a set of performance measures and targets in 2006. By July 31, 2007,
32 the state board for community and technical colleges and the higher
33 education coordinating board shall review and revise these targets
34 based on per-student funding in the 2007-09 appropriations act. In
35 addition, the board shall compile comparable data from peer
36 institutions in the eight global challenge states identified in the
37 Washington Learns study.

1 (b) The targets previously agreed by the state board and the higher
2 education coordinating board are enumerated as follows:

3 (i) Increase the percentage and number of academic students who are
4 eligible to transfer to baccalaureate institutions to 18,700;

5 (ii) Increase the percentage and number of students prepared for
6 work to 23,490; and

7 (iii) Increase the percentage and number of basic skills students
8 who demonstrate substantive skill gain by 22,850.

9 The state board for community and technical colleges shall report
10 their progress and ongoing efforts toward meeting the provisions of
11 this section to the higher education coordinating board prior to
12 November 1, 2009.

13 (12) \$452,000 of the general fund--state appropriation for fiscal
14 year 2009 is provided solely for start-up and planning funds for two
15 applied baccalaureate degree programs at community and technical
16 colleges, of which one degree program must be at a technical college.
17 The applied baccalaureate degrees shall be specifically designed for
18 individuals who hold associate of applied science degrees, or
19 equivalent, in order to maximize application of their technical course
20 credits toward the applied baccalaureate degree.

21 (13) \$2,502,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$5,024,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for faculty salary increments and
24 associated benefits and may be used in combination with salary and
25 benefit savings from faculty turnover to provide salary increments and
26 associated benefits for faculty who qualify through professional
27 development and training. To the extent general salary increase
28 funding is used to pay faculty increments, the general salary increase
29 shall be reduced by the same amount. The state board shall determine
30 the method of allocating to the community and technical colleges the
31 appropriations granted for academic employee increments, provided that
32 the amount of the appropriation attributable to the proportionate share
33 of the part-time faculty salary base shall only be accessible for
34 part-time faculty.

35 (14) \$50,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$50,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for higher education student child
38 care matching grants under chapter 28B.135 RCW.

1 (15) \$2,725,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$2,725,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for administration and customized
4 training contracts through the job skills program. The state board
5 shall make an annual report by January 1st of each year to the governor
6 and to appropriate policy and fiscal committees of the legislature
7 regarding implementation of this section, listing the scope of grant
8 awards, the distribution of funds by educational sector and region of
9 the state, and the results of the partnerships supported by these
10 funds.

11 (16) \$504,000 of the general fund--state appropriation for fiscal
12 year 2009 is provided solely for 80 student FTEs in the existing four
13 applied baccalaureate degree programs at community and technical
14 colleges as authorized in chapter 28B.50 RCW.

15 (17) \$4,000,000 of the general fund--state appropriation for fiscal
16 year 2008, \$4,000,000 of the general fund--state appropriation for
17 fiscal year 2009, and \$15,000,000 of the education legacy trust
18 account--state appropriation are provided solely for implementation of
19 Second Substitute House Bill No. 1096 (postsecondary opportunities).
20 The state board shall seek additional private sector involvement and
21 support for the opportunity grants program. If the bill is not enacted
22 by June 30, 2007, the education legacy trust account--state
23 appropriation shall lapse. Remaining amounts in this subsection shall
24 be used for an opportunity grant program to provide grants covering
25 community and technical college tuition and fees for up to 45 credits
26 and books or other materials to be awarded to eligible students.
27 Program participants will earn credentials or certificates in industry-
28 defined occupations with a need for skilled employees.

29 (18) From within the funds appropriated in this section, community
30 and technical colleges shall increase salaries for employees subject to
31 the provisions of Initiative Measure No. 732 by an average of 3.7
32 percent effective July 1, 2007, and by an average of 2.8 percent
33 effective July 1, 2008.

34 (19) From within the funds appropriated in this section, community
35 and technical colleges shall increase salaries for exempt professional
36 staff by an average of 3.2 percent effective September 1, 2007, and by
37 an average of 2.0 percent effective September 1, 2008.

1 NEW SECTION. **Sec. 604. FOR THE UNIVERSITY OF WASHINGTON**

2	General Fund--State Appropriation (FY 2008)	\$373,680,000
3	General Fund--State Appropriation (FY 2009)	\$390,058,000
4	General Fund--Private/Local Appropriation	\$300,000
5	Education Legacy Trust Account--State	
6	Appropriation	\$43,181,000
7	Accident Account--State Appropriation	\$6,621,000
8	Medical Aid Account--State Appropriation	\$6,448,000
9	TOTAL APPROPRIATION	\$820,288,000

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

12 (1) \$15,744,000 of the education legacy trust account--state
13 appropriation is to expand general enrollments by 625 student FTEs in
14 fiscal year 2008 and by an additional 625 student FTEs in fiscal year
15 2009. Of these, 165 FTEs in 2008 and 165 FTEs in 2009 are expected to
16 be graduate student FTEs.

17 (2) \$6,975,000 of the education legacy trust account--state
18 appropriation is to expand math and science undergraduate enrollments
19 by 250 student FTEs in each fiscal year. The programs expanded shall
20 include mathematics, engineering, and the physical sciences. The
21 university shall provide data to the office of financial management
22 that is required to track changes in enrollments, graduations, and the
23 employment of college graduates related to state investments in math
24 and science programs. Data may be provided through the public
25 centralized higher education enrollment system or through an
26 alternative means agreed to by the institutions and the office of
27 financial management.

28 (3) \$85,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$85,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely for operating support of the
31 Washington state academy of sciences, authorized by chapter 70.220 RCW.

32 (4) \$100,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$100,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely for operating support of the
35 William D. Ruckelshaus center.

36 (5) \$500,000 of the education legacy trust account--state
37 appropriation is provided solely to expand the number of TRIO eligible
38 students served in the student support services program at the

1 University of Washington by 250 students each year. TRIO students
2 include low-income, first-generation, and college students with
3 disabilities. The student support services program shall report
4 annually to the office of financial management and the appropriate
5 policy and fiscal committees of the legislature on the retention and
6 completion rates of students served through this appropriation.
7 Retention rates shall continue to exceed 85 percent for TRIO students
8 in this program.

9 (6) \$84,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$84,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely to establish the state
12 climatologist position.

13 (7) \$25,000 of the general fund--state appropriation for fiscal
14 year 2008 is provided solely for the William D. Ruckelshaus center to
15 identify and carry out, or otherwise appropriately support, a process
16 to identify issues that have led to conflict around land use
17 requirements and property rights, and explore practical and effective
18 ways to resolve or reduce that conflict. A report with conclusions and
19 recommendations shall be submitted to the governor and the chairs of
20 the appropriate committees of the legislature by October 31, 2007.

21 (8) \$3,830,000 of the education legacy trust account--state
22 appropriation is provided solely to expand health sciences capacity at
23 the University of Washington. Consistent with the medical and dental
24 school extension program appropriations at Washington State University
25 and Eastern Washington University, funding is provided to expand
26 classes at the University of Washington. Medical and dental students
27 shall take the first year of courses for this program at the Riverpoint
28 campus in Spokane and the second year of courses at the University of
29 Washington in Seattle.

30 (9) The higher education coordinating board, the office of
31 financial management, and the higher education institutions negotiated
32 a set of performance measures, checkpoints, and targets in 2006. By
33 July 31, 2007, the university and the board shall review and revise
34 these targets based on per-student funding in the 2007-09
35 appropriations act. In addition, the board shall compile comparable
36 data from peer institutions in the eight global challenge states
37 identified in the Washington Learns study.

1 The checkpoints previously agreed by the board and the University
2 of Washington are enumerated as follows:

3 (a) Increase the combined number of baccalaureate degrees conferred
4 per year at all campuses to 8,850;

5 (b) Increase the combined number of high-demand baccalaureate
6 degrees conferred at all campuses per year to 1,380;

7 (c) Increase the combined number of advanced degrees conferred per
8 year at all campuses to 3,610;

9 (d) Improve the six-year graduation rate for baccalaureate students
10 to 74.7 percent;

11 (e) Improve the three-year graduation rate for students who
12 transfer with an associates degree to 76.0 percent;

13 (f) Improve the freshman retention rate to 93.0 percent;

14 (g) Improve time to degree for baccalaureate students to 92 percent
15 at the Seattle campus and 92.5 percent at the Bothell and Tacoma
16 campuses, measured by the percent of admitted students who graduate
17 within 125 percent of the credits required for a degree; and

18 (h) The institution shall provide a report on Pell grant
19 recipients' performance within each of the measures included in this
20 subsection.

21 The University of Washington shall report its progress and ongoing
22 efforts toward meeting the provisions of this section to the higher
23 education coordinating board prior to November 1, 2009.

24 (10) \$750,000 of the education legacy trust account appropriation
25 is provided solely to increase participation in international learning
26 opportunities, particularly for students with lower incomes who would
27 otherwise not have the chance to study, work, or volunteer outside the
28 United States.

29 (11) \$75,000 of the general fund--state appropriation for fiscal
30 year 2008 and \$75,000 of the general fund--state appropriation for
31 fiscal year 2009 are provided solely for forestry research by the
32 Olympic natural resources center.

33 (12) \$25,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$25,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for coastal marine research by the
36 Olympic natural resources center.

37 (13) \$95,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$30,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for increased education, training,
2 and support services for the families of children with autism, and for
3 the production and distribution of digital video discs in both English
4 and Spanish about strategies for working with people with autism.

5 (14) \$2,900,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$3,400,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely for operating support for the
8 department of global health.

9 (15) In an effort to introduce students to and inform students of
10 post-secondary opportunities in Washington state, by October 1st of
11 each year the university shall report to the higher education
12 coordinating board progress towards developing and implementing
13 outreach programs designed to increase awareness of higher education to
14 K-12 populations.

15 (16) \$150,000 of the general fund--state appropriation for fiscal
16 year 2008 is provided solely for the rural technology initiative
17 (initiative) at the University of Washington and the transportation
18 research group (group) at the Washington State University to conduct an
19 economic analysis of the costs to safely provide log hauling services.
20 The initiative will be the lead investigator and administer the
21 project. Neither the University of Washington nor the Washington State
22 University may make a deduction for administrative costs. The project
23 shall rely upon the Washington state patrol for determination of basic
24 safe characteristics, consistent with applicable state and federal law.
25 The analysis shall include:

26 (a) An estimate of log haulers' cost to operate and maintain a
27 basic and safe log truck without operator including:

- 28 (i) Variable costs such as fuel, etc;
- 29 (ii) Quasi-variable costs such as:
 - 30 (A) Tires, brakes, wrappers, and other safety related equipment;
 - 31 (B) Vehicle insurance, taxes, fees, etc;
 - 32 (C) Maintenance costs such as oil, lubrication, and minor repairs;

33 and

34 (D) Depreciation and replacement costs;

35 (b) The source of these cost estimates where possible should be
36 independent vendors of equipment and services or already existing
37 studies;

1 (c) A calculation of costs for safe operation expressed as per
2 mile, hour or load volume including consideration for regional
3 differences as well as off-road vs. on-road;

4 (d) An evaluation of comparable trucking services; and

5 (e) A review of log truck safety statistics in Washington state.

6 In conducting the analysis, the initiative shall consult with the
7 northwest log truckers cooperative, the Washington trucking
8 association, the Washington contract loggers association, the
9 Washington farm forestry association, and the Washington forest
10 protection association. By June 30, 2008, the initiative shall provide
11 a report of its findings to the legislature and governor and distribute
12 the findings to interested industry groups.

13 (17) \$500,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$500,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely to the Burke museum to support
16 science and social science educational programs including public
17 outreach programs, new educational programs and resources, web-based
18 interactive learning experiences, teacher training, and traveling
19 educational opportunities.

20 (18) \$150,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$150,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely to the institute for learning and
23 brain sciences.

24 (19) \$30,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$30,000 of the general fund--state appropriation for
26 fiscal year 2009 are provided solely for the University of Washington
27 to gather data and conduct research associated with preparing the
28 basin-wide assessment and to solicit nominations for review and
29 submittal to the Washington academy of sciences for the creation of the
30 Puget Sound science panel pursuant to Engrossed Second Substitute
31 Senate Bill No. 5372 (Puget Sound partnership).

32 (20)(a) \$500,000 of the general fund--state appropriation for
33 fiscal year 2008 is provided solely for the University of Washington
34 school of law loan repayment assistance program endowment fund. The
35 University of Washington shall conduct fund-raising activities to
36 increase private sector support of the endowment program and \$250,000
37 of the appropriation in this subsection is contingent on a private
38 sector match. Funds in the law school repayment assistance program

1 endowment fund shall be used to provide graduates who pursue careers in
2 public interest legal positions with payment assistance toward their
3 student loan debt.

4 (b) The University of Washington law school shall report to the
5 legislature by December 1, 2010, information about the loan repayment
6 assistance program. The report shall contain at least the following
7 information:

8 (i) A financial summary of the endowment program;

9 (ii) The number of individuals receiving assistance from the
10 program and information related to the positions in which these
11 individuals are working;

12 (iii) Any available information regarding the effect of the loan
13 repayment assistance program on student recruitment and enrollment; and

14 (iv) Other information the school of law deems relevant to the
15 evaluation of the program.

16 (c) In its rules for administering the program, the school of law
17 must make provision for cases of hardship or exceptional circumstances,
18 as defined by the school of law. Examples of such circumstances
19 include, but are not limited to, family leave, medical leave, illness
20 or disability, and loss of employment.

21 (d) The loan repayment assistance program must be available to
22 otherwise eligible graduates of the law school who work in positions
23 with nonprofit organizations or government agencies. Such positions
24 must be located within Washington state. Government agencies shall
25 include the various branches of the military.

26 (21) \$54,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$54,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for the University of Washington
29 geriatric education center to develop a voluntary adult family home
30 certification program. In addition to the minimum qualifications
31 required under RCW 70.128.120, individuals participating in the
32 voluntary adult family home certification program shall complete fifty-
33 two hours of class requirements as established by the University of
34 Washington geriatric education center. Individuals completing the
35 requirements of RCW 70.128.120 and the voluntary adult family home
36 certification program shall be issued a certified adult family home
37 license by the department of social and health services. The

1 department of social and health services shall adopt rules implementing
2 the provisions of this subsection.

3 NEW SECTION. **Sec. 605. FOR WASHINGTON STATE UNIVERSITY**

4	General Fund--State Appropriation (FY 2008)	\$231,382,000
5	General Fund--State Appropriation (FY 2009)	\$240,898,000
6	Education Legacy Trust Account--State	
7	Appropriation	\$33,884,000
8	Pension Funding Stabilization Account	
9	Appropriation	\$2,450,000
10	TOTAL APPROPRIATION	\$508,614,000

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

13 (1) \$5,315,000 of the education legacy trust account--state
14 appropriation is to expand general enrollments by 290 student FTEs in
15 fiscal year 2008 and by an additional 300 student FTEs in fiscal year
16 2009.

17 (2) \$3,525,000 of the education legacy trust account--state
18 appropriation is to expand math and science enrollments by 65 student
19 FTEs in fiscal year 2008, and by an additional 90 FTE students in
20 fiscal year 2009, of which 15 FTEs in each fiscal year are expected to
21 be graduate enrollments. The programs expanded shall include
22 mathematics, engineering, and the physical sciences. Fifty student
23 FTEs in each year will be shifted from general enrollments to high-
24 demand, high-cost fields, and thus do not affect the enrollment levels
25 listed in section 602 of this act. The university shall provide data
26 to the office of financial management regarding math and science
27 enrollments, graduations, and the employment of college graduates
28 related to state investments in math and science programs. Data may be
29 provided through the public centralized higher education enrollment
30 system or through an alternative means agreed to by the institutions
31 and the office of financial management.

32 (3) \$2,356,000 of the education legacy trust account appropriation
33 is to expand bachelors-level, masters-level, and PhD enrollment at the
34 Tri-Cities and Spokane campuses by 45 FTE students in fiscal year 2008,
35 and by an additional 40 FTEs in fiscal year 2009.

36 (4) \$2,000,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$2,000,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for research and commercialization
2 in bio-products and bio-fuels. Of this amount, \$2,000,000 shall be
3 targeted at the development of new crops to be used in the bio-products
4 facility at WSU-Tri-Cities. The remainder shall be used for research
5 into new bio-products created from agricultural waste to be conducted
6 in the Tri-Cities in a joint program between Washington State
7 University and Pacific Northwest national laboratories.

8 (5) \$500,000 of the education legacy trust account--state
9 appropriation is provided solely to expand the number of TRIO eligible
10 students served in the student support services program at Washington
11 State University by 250 students each year. TRIO students include
12 low-income, first-generation, and college students with disabilities.
13 The student support services program shall report annually to the
14 office of financial management and the appropriate policy and fiscal
15 committees of the legislature on the retention and completion rates of
16 students served through this appropriation. Retention rates shall
17 continue to exceed 85 percent for TRIO students in this program.

18 (6) \$1,500,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$1,500,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely to promote the development of the
21 Spokane-based applied sciences laboratory into a strong,
22 self-sustaining research organization. The state funds shall be used
23 to recruit and retain at least three senior research scientists; to
24 employ business development and administrative personnel; and to
25 establish and equip facilities for computational modeling and for
26 materials and optical characterization.

27 (7) \$85,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$85,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for operating support of the
30 Washington state academy of sciences, under chapter 70.220 RCW.

31 (8) \$100,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$100,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely for operating support of the
34 William D. Ruckelshaus center.

35 (9) \$25,000 of the general fund--state appropriation for fiscal
36 year 2008 is provided solely for the William D. Ruckelshaus center to
37 identify and carry out, or otherwise appropriately support, a process
38 to identify issues that have led to conflict around land use

1 requirements and property rights, and explore practical and effective
2 ways to resolve or reduce that conflict. A report with conclusions and
3 recommendations shall be submitted to the governor and the chairs of
4 the appropriate committees of the legislature by October 31, 2007.

5 (10) \$6,360,000 of the education legacy trust account--state
6 appropriation is provided solely to expand health sciences offerings in
7 Spokane. The university shall enroll 20 student FTEs in fiscal year
8 2009 in a University of Washington medical school extension program at
9 the Riverpoint campus of WSU in Spokane. Students shall take the first
10 year of courses for this program at the Riverpoint campus in Spokane,
11 and shall do their clinical rotations and other upper level training in
12 the inland northwest.

13 (11) \$1,000,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$1,000,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for start-up and ongoing operation
16 of the Vancouver campus-based electrical engineering program.

17 (12) The higher education coordinating board, the office of
18 financial management, and the higher education institutions negotiated
19 a set of performance measures, checkpoints, and targets in 2006. By
20 July 31, 2007, the university and the board shall review and revise
21 these targets based on per-student funding in the 2007-09
22 appropriations act. In addition, the board shall compile comparable
23 data from peer institutions in the eight global challenge states
24 identified in the Washington Learns study.

25 The checkpoints previously agreed by the board and the Washington
26 State University are enumerated as follows:

27 (a) Increase the combined number of baccalaureate degrees conferred
28 per year at all campuses to 4,170;

29 (b) Increase the combined number of high-demand baccalaureate
30 degrees conferred at all campuses per year to 630;

31 (c) Increase the combined number of advanced degrees conferred per
32 year at all campuses to 1,090;

33 (d) Improve the six-year graduation rate for baccalaureate students
34 to 63.2 percent;

35 (e) Improve the three-year graduation rate for students who
36 transfer with an associates degree to 65.4 percent;

37 (f) Improve the freshman retention rate to 84.8 percent;

1 (g) Improve time to degree for baccalaureate students to 92
2 percent, measured by the percent of admitted students who graduate
3 within 125 percent of the credits required for a degree; and

4 (h) The institution shall provide a report on Pell grant
5 recipients' performance within each of the measures included in this
6 section.

7 The Washington State University shall report its progress and
8 ongoing efforts toward meeting the provisions of this section to the
9 higher education coordinating board prior to November 1, 2009.

10 (13) In an effort to introduce students to and inform students of
11 post-secondary opportunities in Washington state, by October 1st of
12 each year the university shall report to the higher education
13 coordinating board progress towards developing and implementing
14 outreach programs designed to increase awareness of higher education to
15 K-12 populations.

16 (14) \$3,000,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$3,000,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely to support the unified agriculture
19 initiative at Washington State University. Funds are provided for
20 competitive agriculture grant funds, of which \$400,000 is provided for
21 biological intensive and organic agriculture grants; for operating and
22 program support for the university's research and extension centers, of
23 which \$735,000 is for maintenance and operations support for the Mount
24 Vernon research facility; and for positions to fill research gaps in
25 the development of value-added agricultural products and economically
26 and environmentally sustainable food production.

27 (15) \$75,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$75,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for support of basic operations
30 and research at the university's grizzly bear study center.

31 (16) \$75,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$75,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely for the energy development center
34 to establish certification standards and to process applications for
35 renewable energy cost recovery incentives, as provided in chapters 300
36 and 301, Laws of 2005.

37 (17) \$30,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$30,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for Washington State University to
2 gather data and conduct research associated with preparing the basin-
3 wide assessment and to solicit nominations for review and submittal to
4 the Washington academy of sciences for the creation of the Puget Sound
5 science panel pursuant to Engrossed Second Substitute Senate Bill No.
6 5372 (Puget Sound partnership).

7 NEW SECTION. **Sec. 606. FOR EASTERN WASHINGTON UNIVERSITY**

8	General Fund--State Appropriation (FY 2008)	\$48,907,000
9	General Fund--State Appropriation (FY 2009)	\$50,736,000
10	Education Legacy Trust Account--State	
11	Appropriation	\$14,753,000
12	Pension Funding Stabilization Account	
13	Appropriation	\$4,758,000
14	TOTAL APPROPRIATION	\$119,154,000

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

17 (1) \$930,000 of the education legacy trust account--state
18 appropriation is to expand general enrollments by 130 student FTEs in
19 fiscal year 2009. Of these, 30 FTEs in 2009 are expected to be
20 graduate student FTEs.

21 (2) \$1,170,000 of the education legacy trust account--state
22 appropriation is to expand high-demand undergraduate enrollments by 50
23 student FTEs in each fiscal year. The programs expanded shall include,
24 but are not limited to, mathematics, engineering, and health sciences.
25 The university shall provide data to the office of financial management
26 that is required to track changes in enrollments, graduations, and the
27 employment of college graduates related to state investments in
28 high-demand enrollment programs. Data may be provided through the
29 public centralized higher education enrollment system or through an
30 alternative means agreed to by the institutions and the office of
31 financial management.

32 (3) \$500,000 of the education legacy trust account--state
33 appropriation is provided solely to expand the number of TRIO eligible
34 students served in the student support services program at Eastern
35 Washington University by 250 students each year. TRIO students include
36 low-income, first-generation, and college students with disabilities.
37 The student support services program shall report annually to the

1 office of financial management and the appropriate policy and fiscal
2 committees of the legislature on the retention and completion rates of
3 students served through this appropriation. Retention rates shall
4 continue to exceed 85 percent for TRIO students in this program.

5 (4) \$1,021,000 of the education legacy trust account--state
6 appropriation is provided solely for the RIDE program. The program
7 shall enroll eight student FTEs in the University of Washington school
8 of dentistry in fiscal year 2009. Students shall take the first year
9 of courses for this program at the Riverpoint campus in Spokane, and
10 their second and third years at the University of Washington school of
11 dentistry.

12 (5) The higher education coordinating board, the office of
13 financial management, and the higher education institutions negotiated
14 a set of performance measures, checkpoints, and targets in 2006. By
15 July 31, 2007, the university and the board shall review and revise
16 these targets based on per-student funding in the 2007-09
17 appropriations act. In addition, the board shall compile comparable
18 data from peer institutions in the eight global challenge states
19 identified in the Washington Learns study.

20 The checkpoints previously agreed by the board and the Eastern
21 Washington University are enumerated as follows:

22 (a) Increase the number of baccalaureate degrees conferred per year
23 to 2035;

24 (b) Increase the number of high-demand baccalaureate degrees
25 conferred per year to 405;

26 (c) Increase the number of advanced degrees conferred per year at
27 all campuses to 550;

28 (d) Improve the six-year graduation rate for baccalaureate students
29 to 50.0 percent;

30 (e) Improve the three-year graduation rate for students who
31 transfer with an associates degree to 61.0 percent;

32 (f) Improve the freshman retention rate to 76.0 percent;

33 (g) Improve time to degree for baccalaureate students to 81.0
34 percent, measured by the percent of admitted students who graduate
35 within 125 percent of the credits required for a degree; and

36 (h) The institution shall provide a report on Pell grant
37 recipients' performance within each of the measures included in this
38 section.

1 Eastern Washington University shall report its progress and ongoing
2 efforts toward meeting the provisions of this section to the higher
3 education coordinating board prior to November 1, 2009.

4 (6) In an effort to introduce students to and inform students of
5 post-secondary opportunities in Washington state, by October 1st of
6 each year the university shall report to the higher education
7 coordinating board progress towards developing and implementing
8 outreach programs designed to increase awareness of higher education to
9 K-12 populations.

10 NEW SECTION. **Sec. 607. FOR CENTRAL WASHINGTON UNIVERSITY**

11	General Fund--State Appropriation (FY 2008)	\$47,326,000
12	General Fund--State Appropriation (FY 2009)	\$49,539,000
13	Education Legacy Trust Account--State	
14	Appropriation	\$16,219,000
15	Pension Funding Stabilization Account	
16	Appropriation	\$4,330,000
17	TOTAL APPROPRIATION	\$117,414,000

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

20 (1) \$2,474,000 of the education legacy trust account--state
21 appropriation is to increase general enrollments by 70 FTE students in
22 fiscal year 2008 and by an additional 211 FTE enrollments in fiscal
23 year 2009. At least 30 of the additional fiscal year 2009 enrollments
24 are expected to be graduate students.

25 (2) \$1,816,000 of the education legacy trust account--state
26 appropriation for fiscal year 2008 is to increase math and science
27 enrollments by 105 FTE students in fiscal year 2008 and by an
28 additional 89 FTE students in fiscal year 2009. The university shall
29 provide data to the office of financial management regarding math and
30 science enrollments, graduations, and employment of college graduates
31 related to state investments in math and science enrollment programs.
32 Data may be provided through the centralized higher education
33 enrollment system or through an alternative means agreed to by the
34 institutions and the office of financial management.

35 (3) \$1,801,000 of the education legacy trust account--state
36 appropriation is to increase high-demand undergraduate enrollments by
37 85 student FTEs in fiscal year 2008 and by an additional 70 FTE

1 students in fiscal year 2009. The programs expanded shall include, but
2 are not limited to, bilingual education and information technology.
3 The university shall provide data to the office of financial management
4 that is required to track changes in enrollments, graduations, and the
5 employment of college graduates related to state investments in high-
6 demand enrollment programs. Data may be provided through the public
7 centralized higher education enrollment system or through an
8 alternative means agreed to by the institutions and the office of
9 financial management.

10 (4) \$500,000 of the education legacy trust account--state
11 appropriation is provided solely to expand the number of TRIO eligible
12 students served in the student support services program at Central
13 Washington University by 250 students each year. TRIO students include
14 low-income, first-generation, and college students with disabilities.
15 The student support services program shall report annually to the
16 office of financial management and the appropriate policy and fiscal
17 committees of the legislature on the retention and completion rates of
18 students served through this appropriation. Retention rates shall
19 continue to exceed 85 percent for TRIO students in this program.

20 (5) The higher education coordinating board, the office of
21 financial management, and the higher education institutions negotiated
22 a set of performance measures, checkpoints, and targets in 2006. By
23 July 31, 2007, the university and the board shall review and revise
24 these targets based on per-student funding in the 2007-09
25 appropriations act. In addition, the board shall compile comparable
26 data from peer institutions in the eight global challenge states
27 identified in the Washington Learns study.

28 The checkpoints previously agreed by the board and the Central
29 Washington University are enumerated as follows:

30 (a) Increase the number of baccalaureate degrees conferred per year
31 to 2,050;

32 (b) Increase the number of high-demand baccalaureate degrees
33 conferred per year to 49;

34 (c) Increase the number of advanced degrees conferred per year at
35 all campuses to 196;

36 (d) Improve the six-year graduation rate for baccalaureate students
37 to 51.1 percent;

1 (e) Improve the three-year graduation rate for students who
2 transfer with an associates degree to 72.3 percent;

3 (f) Improve the freshman retention rate to 78.2 percent;

4 (g) Improve time to degree for baccalaureate students to 86.6
5 percent, measured by the percent of admitted students who graduate
6 within 125 percent of the credits required for a degree; and

7 (h) The institution shall provide a report on Pell grant
8 recipients' performance within each of the measures included in this
9 section.

10 Central Washington University shall report its progress and ongoing
11 efforts toward meeting the provisions of this section to the higher
12 education coordinating board prior to November 1, 2009.

13 (6) \$500,000 of the education legacy trust account appropriation is
14 provided solely to implement Engrossed Substitute House Bill No. 1497
15 (Central Washington University operating fee waivers). If the bill is
16 not enacted by June 30, 2007, this appropriation shall lapse.

17 (7) In an effort to introduce students to and inform students of
18 post-secondary opportunities in Washington state, by October 1st of
19 each year the university shall report to the higher education
20 coordinating board progress towards developing and implementing
21 outreach programs designed to increase awareness of higher education to
22 K-12 populations.

23 **NEW SECTION. Sec. 608. FOR THE EVERGREEN STATE COLLEGE**

24	General Fund--State Appropriation (FY 2008)	\$29,744,000
25	General Fund--State Appropriation (FY 2009)	\$30,057,000
26	Education Legacy Trust Account--State	
27	Appropriation	\$4,758,000
28	TOTAL APPROPRIATION	\$64,559,000

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

31 (1) \$562,000 of the education legacy trust account--state
32 appropriation is to expand upper division math and science enrollments
33 by 22 student FTEs in fiscal year 2008 and by an additional 28 student
34 FTEs in fiscal year 2009.

35 (2) \$260,000 of the education legacy trust account--state
36 appropriation for fiscal year 2009 is for 20 student FTE graduate
37 enrollments in the masters in education program.

1 (3) \$500,000 of the education legacy trust account--state
2 appropriation is provided solely to expand the number of TRIO eligible
3 students served in the student support services program at The
4 Evergreen State College by 250 students each year. TRIO students
5 include low-income, first-generation, and college students with
6 disabilities. The student support services program shall report
7 annually to the office of financial management and the appropriate
8 policy and fiscal committees of the legislature on the retention and
9 completion rates of students served through this appropriation.
10 Retention rates shall continue to exceed 80 percent for students served
11 in this program, with a goal of reaching a retention rate in excess of
12 85 percent.

13 (4) \$614,000 of the education legacy trust account appropriation is
14 provided solely to increase the number and value of tuition waivers
15 awarded to state-supported students.

16 (5) The higher education coordinating board, the office of
17 financial management, and the higher education institutions negotiated
18 a set of performance measures, checkpoints, and targets in 2006. By
19 July 31, 2007, the college and the board shall review and revise these
20 targets based on per-student funding in the 2007-09 appropriations act.
21 In addition, the board shall compile comparable data from peer
22 institutions in the eight global challenge states identified in the
23 Washington Learns study.

24 The checkpoints previously agreed by the board and The Evergreen
25 State College are enumerated as follows:

26 (a) Increase the number of baccalaureate degrees conferred per year
27 to 1182;

28 (b) Increase the number of advanced degrees conferred per year at
29 all campuses to 92;

30 (c) Improve the six-year graduation rate for baccalaureate students
31 to 57.0 percent;

32 (d) Improve the three-year graduation rate for students who
33 transfer with an associates degree to 72.8 percent;

34 (e) Improve the freshman retention rate to 73.9 percent;

35 (f) Improve time to degree for baccalaureate students to 97.0
36 percent, measured by the percent of admitted students who graduate
37 within 125 percent of the credits required for a degree; and

1 (g) The institution shall provide a report on Pell grant
2 recipients' performance within each of the measures included in this
3 section.

4 The Evergreen State College shall report its progress and ongoing
5 efforts toward meeting the provisions of this section to the higher
6 education coordinating board prior to November 1, 2009.

7 (6) In an effort to introduce students to and inform students of
8 post-secondary opportunities in Washington state, by October 1st of
9 each year the university shall report to the higher education
10 coordinating board progress towards developing and implementing
11 outreach programs designed to increase awareness of higher education to
12 K-12 populations.

13 (7) \$435,000 of the general fund--state appropriation for fiscal
14 year 2008 is provided solely for the Washington state institute for
15 public policy (WSIPP) to assist the joint task force on basic education
16 finance created pursuant to Engrossed Second Substitute Senate Bill No.
17 5627 (requiring a review and development of basic education funding).
18 The institute shall assist the joint task force in a review of the
19 definition of basic education and the development of options for a new
20 funding structure for K-12 public schools. If the bill is not enacted
21 by June 30, 2007, the amount provided in this subsection shall lapse.

22 (8) \$180,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$180,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for the Washington state institute
25 for public policy to study the program effectiveness and cost-benefit
26 of state-funded programs that meet the criteria of evidence-based
27 programs and practices, and emerging best practice/promising practice,
28 as defined in RCW 71.24.025 (12) and (13) for adult offenders in the
29 department of corrections, and juvenile offenders under state and local
30 juvenile authority.

31 (9) \$75,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$75,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely for the Washington state institute
34 for public policy to evaluate the effectiveness of current methods for
35 screening and treating depression in women who receive temporary
36 assistance for needy families (TANF), and to make recommendations for
37 their improvement.

1 (10) \$133,000 of the general fund--state appropriation for fiscal
2 year 2008 is provided solely to implement Substitute House Bill No.
3 1472 (child welfare). If the bill is not enacted by June 30, 2007, the
4 amount provided in this subsection shall lapse.

5 (11) Notwithstanding other provisions in this section, the
6 Washington state institute for public policy may adjust due dates for
7 projects included on the institute's 2007-09 workplan as necessary to
8 efficiently manage workload.

9 NEW SECTION. **Sec. 609. FOR WESTERN WASHINGTON UNIVERSITY**

10	General Fund--State Appropriation (FY 2008)	\$66,716,000
11	General Fund--State Appropriation (FY 2009)	\$69,917,000
12	Education Legacy Trust Account--State	
13	Appropriation	\$11,845,000
14	TOTAL APPROPRIATION	\$148,478,000

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

17 (1) \$281,000 of the education legacy trust account--state
18 appropriation is to expand math and science enrollments by 8 student
19 FTEs in fiscal year 2008 and by an additional 8 student FTEs in fiscal
20 year 2009. Programs expanded include cell and molecular biology. The
21 university shall provide data to the office of financial management
22 regarding math and science enrollments, graduations, and the employment
23 of college graduates related to state investments in math and science
24 enrollment programs. Data may be provided through the public
25 centralized higher education enrollment system or through an
26 alternative means agreed to by the institutions and the office of
27 financial management.

28 (2) \$4,013,000 of the education legacy trust account--state
29 appropriation is to expand general enrollments by 235 student FTEs in
30 fiscal year 2008 and by an additional 130 student FTEs in fiscal year
31 2009. Of these, 24 FTEs in each fiscal year are expected to be
32 graduate student FTEs.

33 (3) \$920,000 of the education legacy trust account--state
34 appropriation is to expand high demand enrollments by 50 FTE students
35 in fiscal year 2008 and by an additional 15 FTE students in fiscal year
36 2009. Programs expanded include early childhood education and teaching
37 English as a second language. The university shall provide data to the

1 office of financial management regarding high-demand enrollments,
2 graduations, and employment of college graduates related to state
3 investments in high demand enrollment programs. Data may be provided
4 through the centralized higher education enrollment system or through
5 an alternative means agreed to by the institutions and the office of
6 financial management.

7 (4) \$500,000 of the education legacy trust account--state
8 appropriation is provided solely to expand the number of low-income and
9 first-generation students served in the student outreach services
10 program at Western Washington University by 500 students over the
11 biennium. The student outreach services program shall report annually
12 to the office of financial management and the appropriate policy and
13 fiscal committees of the legislature on the retention and completion
14 rates of students served through this appropriation. Retention rates
15 shall continue to exceed 80 percent for students served in this
16 program, with a goal of reaching a retention rate in excess of 85
17 percent.

18 (5) The higher education coordinating board, the office of
19 financial management, and the higher education institutions negotiated
20 a set of performance measures, checkpoints, and targets in 2006. By
21 July 31, 2007, the university and the board shall review and revise
22 these targets based on per-student funding in the 2007-09
23 appropriations act. In addition, the board shall compile comparable
24 data from peer institutions in the eight global challenge states
25 identified in the Washington Learns study.

26 The checkpoints previously agreed by the board and the Western
27 Washington University are enumerated as follows:

28 (a) Increase the number of baccalaureate degrees conferred per year
29 to 2,968;

30 (b) Increase the number of high-demand baccalaureate degrees
31 conferred per year to 371;

32 (c) Increase the number of advanced degrees conferred per year at
33 all campuses to 375;

34 (d) Improve the six-year graduation rate for baccalaureate students
35 to 62.8 percent;

36 (e) Improve the three-year graduation rate for students who
37 transfer with an associates degree to 61.4 percent;

38 (f) Improve the freshman retention rate to 85.0 percent;

1 (g) Improve time to degree for baccalaureate students to 95.6
2 percent, measured by the percent of admitted students who graduate
3 within 125 percent of the credits required for a degree; and

4 (h) The institution shall provide a report on Pell grant
5 recipients' performance within each of the measures included in this
6 section.

7 Western Washington University shall report its progress and ongoing
8 efforts toward meeting the provisions of this section to the higher
9 education coordinating board prior to November 1, 2009.

10 (6) In an effort to introduce students to and inform students of
11 post-secondary opportunities in Washington state, the university shall
12 report progress towards developing and implementing outreach programs
13 designed to increase awareness of higher education to K-12 populations
14 to the higher education coordinating board by October 1st of each year.

15 (7) \$1,169,000 of the education legacy trust account appropriation
16 is for the advanced materials science and engineering program. The
17 program shall develop the advanced materials science and engineering
18 center for research, teaching, and development which will offer a minor
19 degree in materials science and engineering beginning in the fall 2009.

20 (8) \$444,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$611,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely for development of the biomedical
23 research activities in neuroscience (BRAIN) program. The program shall
24 link biology and chemistry curriculum to prepare students for
25 biomedical research positions in academia and industry.

26 **NEW SECTION. Sec. 610. FOR THE HIGHER EDUCATION COORDINATING**
27 **BOARD--POLICY COORDINATION AND ADMINISTRATION**

28	General Fund--State Appropriation (FY 2008)	\$6,922,000
29	General Fund--State Appropriation (FY 2009)	\$6,954,000
30	General Fund--Federal Appropriation	\$4,342,000
31	TOTAL APPROPRIATION	\$18,218,000

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

34 (1) \$87,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$169,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely to maintain and update a
37 scholarship clearinghouse that lists every public and private

1 scholarship available to Washington students. The higher education
2 coordinating board shall develop a web-based interface for students and
3 families as well as a common application for these scholarships.

4 (2) \$339,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$330,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for implementation of Second
7 Substitute Senate Bill No. 5098 (the college bound scholarship). If
8 the bill is not enacted by June 30, 2007, the amounts provided in this
9 subsection shall lapse.

10 (3) \$200,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$150,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely for implementation of Engrossed
13 Substitute House Bill No. 1131 (the passport to college promise). If
14 the bill is not enacted by June 30, 2007, the amounts provided in this
15 subsection shall lapse.

16 (4) \$152,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$191,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for administration of conditional
19 scholarships.

20 (5) Except for moneys provided in this section for specific
21 purposes, and to the extent that the executive director finds that the
22 agency will not require the full amount appropriated for a fiscal year
23 in this section, the unexpended appropriation shall be transferred to
24 the state education trust account established under RCW 28B.92.140 for
25 purposes of fulfilling unfunded scholarship commitments that the board
26 made under its federal GEAR UP Grant 1.

27 (6) \$200,000 of the general fund--state appropriation is provided
28 solely to implement a capital facility and technology capacity study
29 which will compare the 10-year enrollment projections with the capital
30 facility requirements and technology application and hardware capacity
31 needed to deliver higher education programs for the period 2009-2019.
32 The joint legislative audit and review committee shall:

33 (a) Develop the study in collaboration with the state board for
34 community and technical colleges, the higher education coordinating
35 board, four-year universities and the Washington independent colleges;

36 (b) Determine the 10-year capital facilities and technology
37 application and hardware investment needed by location to deliver
38 higher education programs to additional student FTE;

1 (c) Estimate operational and capital costs of the additional
2 capacity; and

3 (d) Report findings to the legislature on October 1, 2008.

4 NEW SECTION. **Sec. 611. FOR THE HIGHER EDUCATION COORDINATING**
5 **BOARD--FINANCIAL AID AND GRANT PROGRAMS**

6	General Fund--State Appropriation (FY 2008)	\$163,286,000
7	General Fund--State Appropriation (FY 2009)	\$187,252,000
8	General Fund--Federal Appropriation	\$13,122,000
9	Education Legacy Trust Account--State	
10	Appropriation	\$108,188,000
11	TOTAL APPROPRIATION	\$471,848,000

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

14 (1) \$154,837,000 of the general fund--state appropriation for
15 fiscal year 2008, \$177,863,000 of the general fund--state appropriation
16 for fiscal year 2009, \$49,902,000 of the education legacy trust account
17 appropriation for fiscal year 2008, \$40,050,000 of the education legacy
18 trust account appropriation for fiscal year 2009, and \$2,886,000 of the
19 general fund--federal appropriation are provided solely for student
20 financial aid payments under the state need grant; the state work study
21 program; the Washington scholars program; and the Washington award for
22 vocational excellence. All four programs shall increase grant awards
23 sufficiently to offset the full cost of the resident undergraduate
24 tuition increases authorized under this act.

25 (2) Within the funds appropriated in this section, eligibility for
26 the state need grant shall be expanded to include students with family
27 incomes at or below 70 percent of the state median family income,
28 adjusted for family size. Awards for students with incomes between 66
29 percent and 70 percent of the state median shall be 50 percent of the
30 award amount granted to those with incomes below 51 percent of the
31 median.

32 (3) To the extent that the executive director determines that the
33 agency will not award the full amount appropriated in subsection (1) of
34 this section for a fiscal year, unexpended funds shall be transferred
35 to the state education trust account established under RCW 28B.92.140
36 for purposes first of fulfilling the unfunded scholarship commitments
37 that the board made under its federal GEAR UP Grant 1.

1 (4) \$7,400,000 of the education legacy trust account appropriation
2 is provided solely for investment to fulfill the scholarship
3 commitments that the state incurs in accordance with Second Substitute
4 Senate Bill No. 5098 (the college bound scholarship). If the bill is
5 not enacted by June 30, 2007, the amount provided in this subsection
6 shall lapse.

7 (5) \$2,500,000 of the education legacy trust account--state
8 appropriation is provided solely to expand the gaining early awareness
9 and readiness for undergraduate programs project to at least 25
10 additional school districts.

11 (6) \$1,000,000 of the education legacy trust account--state
12 appropriation is provided solely to encourage more students to teach
13 secondary mathematics and science. \$500,000 of this amount is provided
14 to increase the future teacher scholarship and conditional loan program
15 by at least 35 students per year. \$500,000 of this amount is provided
16 to support state work study positions for students to intern in
17 secondary math and science classrooms.

18 (7) \$2,336,000 of the education legacy trust account--state
19 appropriation for fiscal year 2009 is provided solely for
20 implementation of Engrossed Substitute House Bill No. 1131 (passport to
21 college). Funds are provided for student scholarships, and for
22 incentive payments to the colleges they attend for individualized
23 student support services which may include, but are not limited to,
24 college and career advising, counseling, tutoring, costs incurred for
25 students while school is not in session, personal expenses, health
26 insurance, and emergency services. If the bill is not enacted by June
27 30, 2007, the amount provided in this subsection shall lapse.

28 (8) \$246,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$246,000 of the general fund--state appropriation for
30 fiscal year 2009 are for community scholarship matching grants and its
31 administration. To be eligible for the matching grant, nonprofit
32 groups organized under section 501(c)(3) of the federal internal
33 revenue code must demonstrate they have raised at least \$2,000 in new
34 moneys for college scholarships after the effective date of this
35 section. Groups may receive no more than one \$2,000 matching grant per
36 year and preference shall be given to groups affiliated with
37 scholarship America. Up to a total of \$46,000 per year of the amount

1 appropriated in this section may be awarded to a nonprofit community
2 organization to administer scholarship matching grants, with preference
3 given to an organization affiliated with scholarship America.

4 (9) \$75,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$75,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for higher education student child
7 care matching grants under chapter 28B.135 RCW.

8 (10) \$500,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$500,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for implementation of Engrossed
11 Substitute House Bill No. 1179 (state need grant). State need grants
12 provided to students enrolled in just three to five credit-bearing
13 quarter credits, or the equivalent semester credits, shall not exceed
14 the amounts appropriated in this subsection. By November 1 of each
15 year, the board shall report to the office of financial management and
16 to the operating budget committees of the house of representatives and
17 senate on the number of eligible but unserved students enrolled in just
18 three to five quarterly credits, or the semester equivalent, and the
19 estimated cost of serving them. If the bill is not enacted by June 30,
20 2007, the amounts provided in this subsection shall lapse.

21 (11) \$5,000,000 of the education legacy trust account appropriation
22 is provided solely to implement Engrossed Second Substitute House Bill
23 No. 1779 (GET ready for math and science). If the bill is not enacted
24 by June 30, 2007, the amount provided in this subsection shall lapse.

25 **NEW SECTION. Sec. 612. FOR THE WORK FORCE TRAINING AND EDUCATION**
26 **COORDINATING BOARD**

27	General Fund--State Appropriation (FY 2008)	\$1,757,000
28	General Fund--State Appropriation (FY 2009)	\$1,772,000
29	General Fund--Federal Appropriation	\$54,011,000
30	TOTAL APPROPRIATION	\$57,540,000

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

33 (1) \$340,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$340,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for the board to:

36 (a) Allocate grants on a competitive basis to establish and support

1 industry skill panels. Grant recipients shall provide an employer
2 match of at least twenty-five percent, and identify work force
3 strategies to benefit employers and workers across the industry; and

4 (b) Establish industry skill panel standards that identify the
5 expectations for industry skill panel products and services.

6 (2) \$53,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$53,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely to improve the oversight of
9 private vocational and career schools.

10 NEW SECTION. **Sec. 613. FOR THE SPOKANE INTERCOLLEGIATE RESEARCH**
11 **AND TECHNOLOGY INSTITUTE**

12	General Fund--State Appropriation (FY 2008)	\$1,718,000
13	General Fund--State Appropriation (FY 2009)	\$1,789,000
14	TOTAL APPROPRIATION	\$3,507,000

15 NEW SECTION. **Sec. 614. FOR THE DEPARTMENT OF EARLY LEARNING**

16	General Fund--State Appropriation (FY 2008)	\$61,780,000
17	General Fund--State Appropriation (FY 2009)	\$72,707,000
18	General Fund--Federal Appropriation	\$192,360,000
19	General Fund--Private/Local Appropriation	\$6,000
20	TOTAL APPROPRIATION	\$326,853,000

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

23 (1) \$47,919,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$56,437,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely for early childhood education and
26 assistance program services.

27 (a) Of these amounts, \$10,284,000 is a portion of the biennial
28 amount of state matching dollars required to receive federal child care
29 and development fund grant dollars.

30 (b) Within the amounts provided in this subsection (1), the
31 department shall increase the number of children receiving early
32 childhood education and assistance program services by 2,250 slots.

33 (c) Within the amounts provided in this subsection (1), the
34 department shall increase the minimum provider per slot payment to
35 \$6,500 in fiscal year 2008. Any provider receiving slot payments

1 higher than \$6,500 shall receive a 2.0 percent vendor rate increase in
2 fiscal year 2008. All providers shall receive a 2.0 percent vendor
3 rate increase in fiscal year 2009.

4 (2) \$775,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$4,225,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely to: (a) Develop a quality rating
7 and improvement system; and (b) pilot the quality rating and
8 improvement system in multiple locations. Four of the pilot sites are
9 to be located within the following counties: Spokane, Kitsap, King, and
10 Yakima. The department shall analyze and evaluate the pilot sites and
11 report initial findings to the legislature by December 1, 2008.

12 (3) \$850,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$850,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for the department to contract for
15 child care referral services.

16 (4) \$1,200,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$800,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely to develop and provide culturally
19 relevant supports for parents, family, and other caregivers. This
20 includes funding for the department to conduct a random sample survey
21 of parents to determine the types of early learning services and
22 materials parents are interested in receiving from the state. The
23 department shall report the findings to the appropriate policy and
24 fiscal committees of the legislature by October 1, 2008.

25 (5) \$250,000 of the general fund--state appropriation for fiscal
26 year 2008 and \$250,000 of the general fund--state appropriation for
27 fiscal year 2009 are provided solely for a child care consultation
28 pilot program linking child care providers with evidence-based and best
29 practice resources regarding caring for infants and young children who
30 present behavior concerns.

31 (6) \$500,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$500,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely to expand the child care career
34 and wage ladder program created by chapter 507, Laws of 2005.

35 (7) \$172,000 of the general fund--state appropriation for fiscal
36 year 2008 is provided solely for the department to purchase licensing
37 capability from the department of social and health services through
38 the statewide automated child welfare information system.

1 (8) \$1,100,000 of the general fund--state appropriation for fiscal
 2 year 2008 and \$1,100,000 of the general fund--state appropriation for
 3 fiscal year 2009 are provided solely for a childcare grant program for
 4 public community colleges and public universities. A community college
 5 or university that employs collectively bargained staff to operate
 6 childcare programs may apply for up to \$25,000 per year from the
 7 department per each type of the following programs: Head start,
 8 childcare, early childhood assistance and education. The funding shall
 9 only be provided for salaries for collectively bargained employees.

10 (9) Beginning October 1, 2007, the department shall be the lead
 11 agency for and recipient of the federal child care and development fund
 12 grant. Amounts within this grant shall be used to fund child care
 13 licensing, quality initiatives, agency administration, and other costs
 14 associated with child care subsidies. The department shall transfer a
 15 portion of this grant to the department of social and health services
 16 to partially fund the child care subsidies paid by the department of
 17 social and health services on behalf of the department of early
 18 learning.

19 (10) Prior to the development of an early learning information
 20 system, the department shall submit to the education and fiscal
 21 committees of the legislature a completed feasibility study and a
 22 proposal approved by the department of information systems and the
 23 information services board. The department shall ensure that any
 24 proposal for the early learning information system includes the cost
 25 for modifying the system as a result of licensing rule changes and
 26 implementation of the quality rating and improvement system.

27 **NEW SECTION. Sec. 615. FOR THE STATE SCHOOL FOR THE BLIND**

28	General Fund--State Appropriation (FY 2008)	\$5,958,000
29	General Fund--State Appropriation (FY 2009)	\$6,186,000
30	General Fund--Private/Local Appropriation	\$1,600,000
31	TOTAL APPROPRIATION	\$13,744,000

32 **NEW SECTION. Sec. 616. FOR THE STATE SCHOOL FOR THE DEAF**

33	General Fund--State Appropriation (FY 2008)	\$8,731,000
34	General Fund--State Appropriation (FY 2009)	\$9,015,000
35	General Fund--Private/Local Appropriation	\$232,000
36	TOTAL APPROPRIATION	\$17,978,000

1 NEW SECTION. **Sec. 617. FOR THE WASHINGTON STATE ARTS COMMISSION**

2	General Fund--State Appropriation (FY 2008)	\$2,548,000
3	General Fund--State Appropriation (FY 2009)	\$2,578,000
4	General Fund--Federal Appropriation	\$1,382,000
5	General Fund--Private/Local Appropriation	\$154,000
6	TOTAL APPROPRIATION	\$6,662,000

7 NEW SECTION. **Sec. 618. FOR THE WASHINGTON STATE HISTORICAL**
8 **SOCIETY**

9	General Fund--State Appropriation (FY 2008)	\$3,558,000
10	General Fund--State Appropriation (FY 2009)	\$3,609,000
11	TOTAL APPROPRIATION	\$7,167,000

12 NEW SECTION. **Sec. 619. FOR THE EASTERN WASHINGTON STATE**
13 **HISTORICAL SOCIETY**

14	General Fund--State Appropriation (FY 2008)	\$1,918,000
15	General Fund--State Appropriation (FY 2009)	\$2,046,000
16	TOTAL APPROPRIATION	\$3,964,000

(End of part)

PART VII

SPECIAL APPROPRIATIONS

NEW SECTION. **Sec. 701. FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR DEBT SUBJECT TO THE DEBT LIMIT**

General Fund--State Appropriation (FY 2008)	\$724,362,000
General Fund--State Appropriation (FY 2009)	\$764,561,000
State Building Construction Account--State Appropriation	\$8,970,000
Columbia River Basin Water Supply Development Account--State Appropriation	\$148,000
Hood Canal Aquatic Rehabilitation Bond Account--State Appropriation	\$23,000
State Taxable Building Construction Account--State Appropriation	\$168,000
Gardner-Evans Higher Education Construction Account--State Appropriation	\$1,790,000
Debt-Limit Reimbursable Bond Retire Account--State Appropriation	\$2,624,000
TOTAL APPROPRIATION	\$1,502,646,000

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for deposit into the debt-limit general fund bond retirement account.

NEW SECTION. **Sec. 702. FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE REIMBURSED BY ENTERPRISE ACTIVITIES**

State Convention and Trade Center Account--State Appropriation	\$22,553,000
Accident Account--State Appropriation	\$5,204,000
Medical Aid Account--State Appropriation	\$5,204,000
TOTAL APPROPRIATION	\$32,961,000

NEW SECTION. **Sec. 703. FOR THE STATE TREASURER--BOND RETIREMENT**

1 **AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR**
2 **GENERAL OBLIGATION DEBT TO BE REIMBURSED AS PRESCRIBED BY STATUTE**
3 General Fund--State Appropriation (FY 2008) \$27,068,000
4 General Fund--State Appropriation (FY 2009) \$27,825,000
5 Nondebt-Limit Reimbursable Bond Retirement
6 Account--State Appropriation \$136,332,000
7 TOTAL APPROPRIATION \$191,225,000

8 The appropriations in this section are subject to the following
9 conditions and limitations: The general fund appropriation is for
10 deposit into the nondebt-limit general fund bond retirement account.

11 NEW SECTION. **Sec. 704. FOR THE STATE TREASURER--BOND RETIREMENT**
12 **AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR**
13 **BOND SALE EXPENSES**

14 General Fund--State Appropriation (FY 2008) \$1,357,000
15 General Fund--State Appropriation (FY 2009) \$1,357,000
16 State Building Construction Account--State
17 Appropriation \$1,546,000
18 Columbia River Basin Water Supply Development
19 Account--State Appropriation \$17,000
20 Hood Canal Aquatic Rehabilitation Bond
21 Account--State Appropriation \$3,000
22 State Taxable Building Construction
23 Account--State Appropriation \$122,000
24 Gardner-Evans Higher Education Construction
25 Account--State Appropriation \$452,000
26 TOTAL APPROPRIATION \$4,854,000

27 NEW SECTION. **Sec. 705. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
28 **FIRE CONTINGENCY POOL**

29 Disaster Response Account--State Appropriation \$4,000,000

30 The appropriation in this section is subject to the following
31 conditions and limitations: The entire appropriation is for the
32 purpose of making allocations to the Washington state patrol for fire
33 mobilizations costs or to the department of natural resources for fire
34 suppression costs.

1 NEW SECTION. **Sec. 710. FOR THE DEPARTMENT OF COMMUNITY, TRADE,**
 2 **AND ECONOMIC DEVELOPMENT--COUNTY PUBLIC HEALTH ASSISTANCE**

3 Health Services Account--State Appropriation (FY 2008) . . \$24,000,000
 4 Health Services Account--State Appropriation (FY 2009) . . \$24,000,000
 5 TOTAL APPROPRIATION \$48,000,000

6 The appropriations in this section are subject to the following
 7 conditions and limitations: The director of the department of
 8 community, trade, and economic development shall distribute the
 9 appropriations to the following counties and health districts in the
 10 amounts designated:

12 Health District	FY 2008	FY 2009	FY 2007-09
			Biennium
14 Adams County Health District	\$30,951	\$30,951	\$61,902
15 Asotin County Health District	\$67,714	\$67,714	\$135,428
16 Benton-Franklin Health District	\$1,165,612	\$1,165,612	\$2,331,224
17 Chelan-Douglas Health District	\$184,761	\$184,761	\$369,522
18 Clallam County Health and Human Services Department	\$141,752	\$141,752	\$283,504
19 Southwest Washington Health District	\$1,084,473	\$1,084,473	\$2,168,946
20 Columbia County Health District	\$40,529	\$40,529	\$81,058
21 Cowlitz County Health Department	\$278,560	\$278,560	\$557,120
22 Garfield County Health District	\$15,028	\$15,028	\$30,056
23 Grant County Health District	\$118,595	\$118,595	\$237,191
24 Grays Harbor Health Department	\$183,870	\$183,870	\$367,740
25 Island County Health Department	\$91,892	\$91,892	\$183,784
26 Jefferson County Health and Human Services	\$85,782	\$85,782	\$171,564
27 Seattle-King County Department of Public Health	\$9,531,747	\$9,531,747	\$19,063,494
28 Bremerton-Kitsap County Health District	\$554,669	\$554,669	\$1,109,338
29 Kittitas County Health Department	\$92,499	\$92,499	\$184,998
30 Klickitat County Health Department	\$62,402	\$62,402	\$124,804
31 Lewis County Health Department	\$105,801	\$105,801	\$211,602
32 Lincoln County Health Department	\$29,705	\$29,705	\$59,410
33 Mason County Department of Health Services	\$95,988	\$95,988	\$191,976
34 Okanogan County Health District	\$63,458	\$63,458	\$126,916
35 Pacific County Health Department	\$77,427	\$77,427	\$154,854

1	Tacoma-Pierce County Health Department	\$2,820,590	\$2,820,590	\$5,641,180
2	San Juan County Health and Community Services	\$37,531	\$37,531	\$75,062
3	Skagit County Health Department	\$223,927	\$223,927	\$447,854
4	Snohomish Health District	\$2,258,207	\$2,258,207	\$4,516,414
5	Spokane County Health District	\$2,101,429	\$2,101,429	\$4,202,858
6	Northeast Tri-County Health District	\$110,454	\$110,454	\$220,908
7	Thurston County Health Department	\$600,419	\$600,419	\$1,200,838
8	Wahkiakum County Health Department	\$13,773	\$13,772	\$27,545
9	Walla Walla County-City Health Department	\$172,062	\$172,062	\$344,124
10	Whatcom County Health Department	\$855,863	\$855,863	\$1,711,726
11	Whitman County Health Department	\$78,733	\$78,733	\$157,466
12	Yakima Health District	\$623,797	\$623,797	\$1,247,594
13	TOTAL APPROPRIATIONS	\$24,000,000	\$24,000,000	\$48,000,000

14 NEW SECTION. **Sec. 711. BELATED CLAIMS.** The agencies and
15 institutions of the state may expend moneys appropriated in this act,
16 upon approval of the office of financial management, for the payment of
17 supplies and services furnished to the agency or institution in prior
18 fiscal biennia.

19 NEW SECTION. **Sec. 712. FOR THE DEPARTMENT OF RETIREMENT**
20 **SYSTEMS--CONTRIBUTIONS TO RETIREMENT SYSTEMS.** The appropriations in
21 this section are subject to the following conditions and limitations:
22 The appropriations for the law enforcement officers' and firefighters'
23 retirement system shall be made on a monthly basis beginning July 1,
24 2007, consistent with chapter 41.45 RCW, and the appropriations for the
25 judges and judicial retirement systems shall be made on a quarterly
26 basis consistent with chapters 2.10 and 2.12 RCW.

27 (1) There is appropriated for state contributions to the law
28 enforcement officers' and fire fighters' retirement system:

29	General Fund--State Appropriation (FY 2008)	\$46,200,000
30	General Fund--State Appropriation (FY 2009)	\$50,400,000
31	TOTAL APPROPRIATION	\$96,600,000

32 (2) There is appropriated for contributions to the judicial
33 retirement system:

34	General Fund--State Appropriation (FY 2008)	\$9,600,000
35	General Fund--State Appropriation (FY 2009)	\$10,200,000

1 TOTAL APPROPRIATION \$19,800,000

2 NEW SECTION. **Sec. 713. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
3 **CONTRIBUTIONS TO RETIREMENT SYSTEMS**

4	General Fund--State Appropriation (FY 2008)	\$405,000
5	General Fund--State Appropriation (FY 2009)	\$405,000
6	Health Services Account--State Appropriation (FY 2008)	\$3,000
7	Health Services Account--State Appropriation (FY 2009)	\$3,000
8	Public Safety and Education Account--State	
9	Appropriation (FY 2008)	\$6,000
10	Public Safety and Education Account--State	
11	Appropriation (FY 2009)	\$6,000
12	Water Quality Account--State Appropriation (FY 2008)	\$1,000
13	Water Quality Account--State Appropriation (FY 2009)	\$1,000
14	General Fund--Federal Appropriation	\$198,000
15	General Fund--Private/Local Appropriation	\$18,000
16	Special Account Retirement Contribution Increase	
17	Revolving Appropriation	\$484,000
18	TOTAL APPROPRIATION	\$1,530,000

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

21 (1) The appropriations in this section are provided solely to
22 increase agency and institution appropriations to reflect increased
23 employer contributions to the public employees' retirement system, the
24 teachers' retirement system, the school employees' retirement system,
25 and the public safety employees' retirement system as a result of
26 modifications to benefit eligibility pursuant to Senate Bill No. 5175
27 (annual increases in certain retirement allowances).

28 (2) To facilitate the transfer of moneys to dedicated funds and
29 accounts, the state treasurer shall transfer sufficient moneys to each
30 dedicated fund or account from the special account retirement
31 contribution increase revolving account in accordance with LEAP
32 document S01-2007 dated April 19, 2007.

33 NEW SECTION. **Sec. 714. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
34 **EDUCATION TECHNOLOGY REVOLVING ACCOUNT**

35	General Fund--State Appropriation (FY 2008)	\$10,097,000
36	General Fund--State Appropriation (FY 2009)	\$10,098,000

1 TOTAL APPROPRIATION \$20,195,000

2 The appropriations in this section are subject to the following
3 conditions and limitations: The appropriations in this section are
4 provided solely for expenditure into the education technology revolving
5 account for the purpose of covering ongoing operational and equipment
6 replacement costs incurred by the K-20 educational network program in
7 providing telecommunication services to network participants.

8 NEW SECTION. **Sec. 715. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
9 **READING ACHIEVEMENT ACCOUNT**

10 General Fund--State Appropriation (FY 2008) \$525,000
11 General Fund--State Appropriation (FY 2009) \$525,000
12 TOTAL APPROPRIATION \$1,050,000

13 The appropriations in this section are subject to the following
14 conditions and limitations: The appropriations are provided solely for
15 expenditure into the reading achievement account.

16 NEW SECTION. **Sec. 716. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
17 **WATER QUALITY CAPITAL ACCOUNT**

18 Water Quality Account--State Appropriation (FY 2008) . . . \$25,135,000

19 The appropriation in this section is subject to the following
20 conditions and limitations: The appropriation is provided solely for
21 expenditure into the water quality capital account. If House Bill No.
22 1137 (water quality capital account) is not enacted by June 30, 2007,
23 the appropriation in this section shall lapse.

24 NEW SECTION. **Sec. 717. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
25 **WATER POLLUTION CONTROL REVOLVING ACCOUNT**

26 Water Quality Account--State Appropriation (FY 2008) . . . \$7,027,000
27 Water Quality Account--State Appropriation (FY 2009) . . . \$7,027,000
28 TOTAL APPROPRIATION \$14,054,000

29 The appropriations in this section are subject to the following
30 conditions and limitations: The appropriations are provided solely for
31 expenditure into the water pollution control revolving account.

32 NEW SECTION. **Sec. 718. INCENTIVE SAVINGS--FY 2008.** The sum of
33 one hundred million dollars or so much thereof as may be available on

1 June 30, 2008, from the total amount of unspent fiscal year 2008 state
2 general fund appropriations, exclusive of amounts expressly placed into
3 unallotted status by this act, is appropriated for the purposes of RCW
4 43.79.460 in the manner provided in this section.

5 (1) Of the total appropriated amount, one-half of that portion that
6 is attributable to incentive savings, not to exceed twenty-five million
7 dollars, is appropriated to the savings incentive account for the
8 purpose of improving the quality, efficiency, and effectiveness of
9 agency services, and credited to the agency that generated the savings.

10 (2) The remainder of the total amount, not to exceed seventy-five
11 million dollars, is appropriated to the education savings account.

12 NEW SECTION. **Sec. 719. INCENTIVE SAVINGS--FY 2009.** The sum of
13 one hundred million dollars or so much thereof as may be available on
14 June 30, 2009, from the total amount of unspent fiscal year 2009 state
15 general fund appropriations, exclusive of amounts expressly placed into
16 unallotted status by this act, is appropriated for the purposes of RCW
17 43.79.460 in the manner provided in this section.

18 (1) Of the total appropriated amount, one-half of that portion that
19 is attributable to incentive savings, not to exceed twenty-five million
20 dollars, is appropriated to the savings incentive account for the
21 purpose of improving the quality, efficiency, and effectiveness of
22 agency services, and credited to the agency that generated the savings.

23 (2) The remainder of the total amount, not to exceed seventy-five
24 million dollars, is appropriated to the education savings account.

25 NEW SECTION. **Sec. 720. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
26 **EXTRAORDINARY CRIMINAL JUSTICE COSTS**

27 General Fund--State Appropriation (FY 2008) \$908,000

28 The appropriation in this section is subject to the following
29 conditions and limitations: Of the amount in this section the director
30 of financial management shall distribute \$746,000 to Yakima county and
31 \$162,000 to Grant county for extraordinary criminal justice costs.

32 NEW SECTION. **Sec. 721. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
33 **FERRY COUNTY PUBLIC UTILITY DISTRICT**

34 General Fund--State Appropriation (FY 2008) \$25,000

35 General Fund--State Appropriation (FY 2009) \$25,000

1 TOTAL APPROPRIATION \$50,000

2 The appropriations in this section are subject to the following
3 conditions and limitations: The appropriations in this section are
4 provided solely for allocation to the Ferry county public utility
5 district to provide a demand-responsive special needs transportation
6 program that is compliant with the federal Americans with disabilities
7 act.

8 NEW SECTION. **Sec. 722. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
9 **COUNTY SUBSTANCE ABUSE PROGRAMS**

10 General Fund--State Appropriation (FY 2008) \$600,000
11 General Fund--State Appropriation (FY 2009) \$600,000
12 TOTAL APPROPRIATION \$1,200,000

13 The appropriations in this section are subject to the following
14 conditions and limitations: The appropriations in this section are
15 provided solely for allocation to counties that are eligible for
16 funding for chemical dependency or substance abuse treatment programs
17 pursuant to RCW 70.96A.325.

18 NEW SECTION. **Sec. 723. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
19 **REINVESTING IN YOUTH ACCOUNT**

20 General Fund--State Appropriation (FY 2008) \$707,000
21 General Fund--State Appropriation (FY 2009) \$707,000
22 TOTAL APPROPRIATION \$1,414,000

23 The appropriations in this section are subject to the following
24 conditions and limitations: The appropriations are provided solely for
25 expenditure into the reinvesting in youth account.

26 NEW SECTION. **Sec. 724. FOR THE LEGISLATIVE GIFT CENTER ACCOUNT**

27 General Fund--State Appropriation (FY 2008) \$150,000

28 The appropriation in this section is subject to the following
29 conditions and limitations: The appropriation is provided solely for
30 expenditure into the legislative gift center account. If Second
31 Substitute House Bill No. 1896 (legislative gift center) is not enacted
32 by June 30, 2007, the appropriations in this section shall lapse.

1 NEW SECTION. **Sec. 725. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
2 **REGIONAL FISHERIES ENHANCEMENT GROUP ACCOUNT**

3 General Fund--State Appropriation (FY 2008) \$500,000

4 The appropriation in this section is subject to the following
5 condition and limitation: The appropriations are provided solely for
6 expenditure into the regional fisheries enhancement group account.

7 NEW SECTION. **Sec. 726. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
8 **OUTDOOR EDUCATION AND RECREATION ACCOUNT**

9 General Fund--State Appropriation (FY 2008) \$1,500,000

10 The appropriation in this section is subject to the following
11 conditions and limitations: The appropriation is provided solely for
12 expenditure into the outdoor education and recreation account. If
13 Second Substitute House Bill No. 1677 (outdoor education and recreation
14 program) is not enacted by June 30, 2007, the appropriation in this
15 section shall lapse.

16 NEW SECTION. **Sec. 727. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
17 **INDEPENDENT YOUTH HOUSING ACCOUNT**

18 General Fund--State Appropriation (FY 2008) \$1,000,000

19 The appropriation in this section is subject to the following
20 conditions and limitations: The appropriation is provided solely for
21 expenditure into the independent youth housing account. If Second
22 Substitute House Bill No. 1922 (youth housing program) is not enacted
23 by June 30, 2007, the appropriation in this section shall lapse.

24 NEW SECTION. **Sec. 728. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
25 **COMMUNITY PRESERVATION ACCOUNT**

26 General Fund--State Appropriation (FY 2008) \$350,000

27 The appropriation in this section is subject to the following
28 conditions and limitations: The appropriation is provided solely for
29 expenditure into the community preservation account. If Substitute
30 Senate Bill No. 6156 (community preservation authorities) is not
31 enacted by June 30, 2007, the appropriation in this section shall
32 lapse.

1 provided solely for the office of financial management to provide
2 grants to state agencies to purchase green power.

(End of part)

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

NEW SECTION. Sec. 801. FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION

Table with 2 columns: Description and Amount. Rows include: General Fund Appropriation for fire insurance premium distributions (\$7,325,000), General Fund Appropriation for public utility district excise tax distributions (\$49,656,000), General Fund Appropriation for prosecuting attorney distributions (\$3,999,000), General Fund Appropriation for boating safety and education distributions (\$4,833,000), General Fund Appropriation for other tax distributions (\$42,000), Death Investigations Account Appropriation for distribution to counties for publicly funded autopsies (\$2,192,000), Aquatic Lands Enhancement Account Appropriation for harbor improvement revenue distribution (\$148,000), Timber Tax Distribution Account Appropriation for distribution to "timber" counties (\$89,346,000), County Criminal Justice Assistance Appropriation (\$58,906,000), Municipal Criminal Justice Assistance Appropriation (\$23,359,000), Liquor Excise Tax Account Appropriation for liquor excise tax distribution (\$45,472,000), Liquor Revolving Account Appropriation for liquor profits distribution (\$93,399,000), City-County Assistance Account Appropriation for local government financial assistance distribution (\$31,272,000), Streamline Sales and Use Tax Account Appropriation for distribution to local taxing jurisdictions to mitigate the unintended revenue redistribution effect of the sourcing law changes (\$31,600,000), TOTAL APPROPRIATION (\$441,549,000).

The total expenditures from the state treasury under the

1 appropriations in this section shall not exceed the funds available
2 under statutory distributions for the stated purposes.

3 NEW SECTION. **Sec. 802. FOR THE STATE TREASURER--FOR THE COUNTY**
4 **CRIMINAL JUSTICE ASSISTANCE ACCOUNT**

5 Impaired Driving Safety Account Appropriation \$2,174,000

6 The appropriation in this section is subject to the following
7 conditions and limitations: The amount appropriated in this section
8 shall be distributed quarterly during the 2007-09 biennium in
9 accordance with RCW 82.14.310. This funding is provided to counties
10 for the costs of implementing criminal justice legislation including,
11 but not limited to: Chapter 206, Laws of 1998 (drunk driving
12 penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,
13 Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
14 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
15 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
16 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
17 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter
18 215, Laws of 1998 (DUI provisions).

19 NEW SECTION. **Sec. 803. FOR THE STATE TREASURER--FOR THE**
20 **MUNICIPAL CRIMINAL JUSTICE ASSISTANCE ACCOUNT**

21 Impaired Driving Safety Account Appropriation \$1,449,000

22 The appropriation in this section is subject to the following
23 conditions and limitations: The amount appropriated in this section
24 shall be distributed quarterly during the 2007-09 biennium to all
25 cities ratably based on population as last determined by the office of
26 financial management. The distributions to any city that substantially
27 decriminalizes or repeals its criminal code after July 1, 1990, and
28 that does not reimburse the county for costs associated with criminal
29 cases under RCW 3.50.800 or 3.50.805(2), shall be made to the county in
30 which the city is located. This funding is provided to cities for the
31 costs of implementing criminal justice legislation including, but not
32 limited to: Chapter 206, Laws of 1998 (drunk driving penalties);
33 chapter 207, Laws of 1998 (DUI penalties); chapter 208, Laws of 1998
34 (deferred prosecution); chapter 209, Laws of 1998 (DUI/license
35 suspension); chapter 210, Laws of 1998 (ignition interlock violations);
36 chapter 211, Laws of 1998 (DUI penalties); chapter 212, Laws of 1998

1 (DUI penalties); chapter 213, Laws of 1998 (intoxication levels
2 lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter 215,
3 Laws of 1998 (DUI provisions).

4 NEW SECTION. **Sec. 804. FOR THE STATE TREASURER--FEDERAL REVENUES**
5 **FOR DISTRIBUTION**

6	General Fund Appropriation for federal	
7	grazing fees distribution	\$2,950,000
8	General Fund Appropriation for federal flood	
9	control funds distribution	\$74,000
10	Forest Reserve Fund Appropriation for federal	
11	forest reserve fund distribution	\$84,500,000
12	TOTAL APPROPRIATION	\$87,524,000

13 The total expenditures from the state treasury under the
14 appropriations in this section shall not exceed the funds available
15 under statutory distributions for the stated purposes.

16 NEW SECTION. **Sec. 805. FOR THE STATE TREASURER--TRANSFERS.**

17	State Treasurer's Service Account: For	
18	transfer to the state general fund,	
19	\$10,000,000 for fiscal year 2008 and	
20	\$10,000,000 for fiscal year 2009	\$20,000,000
21	General Fund: For transfer to the water	
22	quality account, \$12,200,000 for fiscal	
23	year 2008 and \$12,201,000 for fiscal	
24	year 2009	\$24,401,000
25	Education Legacy Trust Account: For transfer	
26	to the student achievement account for	
27	fiscal year 2009	\$90,800,000
28	Drinking Water Assistance Account: For transfer	
29	to the drinking water assistance repayment	
30	account, an amount not to exceed	\$25,000,000
31	Public Works Assistance Account: For transfer	
32	to the drinking water assistance account,	
33	\$3,600,000 for fiscal year 2008 and	
34	\$3,600,000 for fiscal year 2009	\$7,200,000
35	Public Works Assistance Account: For transfer	
36	to the job development account, \$25,000,000	

1 for fiscal year 2008 and \$25,000,000 for
 2 fiscal year 2009 \$50,000,000
 3 Tobacco Settlement Account: For transfer
 4 to the health services account, in an
 5 amount not to exceed the actual amount
 6 of the annual base payment to the tobacco
 7 settlement account \$165,915,000
 8 Tobacco Settlement Account: For transfer to the
 9 life sciences discovery fund, in an amount
 10 not to exceed the actual amount of the
 11 strategic contribution supplemental payment
 12 to the tobacco settlement account \$70,000,000
 13 Health Services Account: For transfer to the water
 14 quality account, \$3,942,500 for fiscal year 2008
 15 and \$3,942,500 for fiscal year 2009 \$7,885,000
 16 Health Services Account: For transfer to the violence
 17 reduction and drug enforcement account, \$3,466,000
 18 for fiscal year 2008 and \$3,466,000 for fiscal year
 19 2009 \$6,932,000
 20 Health Services Account: For transfer to the tobacco
 21 prevention and control account, \$10,226,552 for
 22 fiscal year 2008 and \$10,109,109 for fiscal
 23 year 2009 \$20,336,000
 24 General Fund: For transfer to the streamline
 25 sales and use tax account for fiscal year 2009 \$31,600,000
 26 If Substitute Senate Bill No. 5089 (streamlined sales tax) is not
 27 enacted by June 30, 2009, this transfer shall lapse.

(End of part)

1 (3) Each project will be planned and designed to take optimal
2 advantage of Internet technologies and protocols. Agencies shall
3 ensure that the project is in compliance with the architecture,
4 infrastructure, principles, policies, and standards of digital
5 government as maintained by the information services board.

6 (4) The agency shall produce a feasibility study for information
7 technology projects at the direction of the information services board
8 and in accordance with published department of information services
9 policies and guidelines. At a minimum, such studies shall include a
10 statement of: (a) The purpose or impetus for change; (b) the business
11 value to the agency, including an examination and evaluation of
12 benefits, advantages, and cost; (c) a comprehensive risk assessment
13 based on the proposed project's impact on both citizens and state
14 operations, its visibility, and the consequences of doing nothing; (d)
15 the impact on agency and statewide information infrastructure; and (e)
16 the impact of the proposed enhancements to an agency's information
17 technology capabilities on meeting service delivery demands.

18 (5) The agency shall produce a comprehensive management plan for
19 each project. The plan or plans shall address all factors critical to
20 successful completion of each project. The plan(s) shall include, but
21 is not limited to, the following elements: A description of the
22 problem or opportunity that the information technology project is
23 intended to address; a statement of project objectives and assumptions;
24 a definition and schedule of phases, tasks, and activities to be
25 accomplished; and the estimated cost of each phase. The planning for
26 the phased approach shall be such that the business case justification
27 for a project needs to demonstrate how the project recovers cost or
28 adds measurable value or positive cost benefit to the agency's business
29 functions within each development cycle.

30 (6) The agency shall produce quality assurance plans for
31 information technology projects. Consistent with the direction of the
32 information services board and the published policies and guidelines of
33 the department of information services, the quality assurance plan
34 shall address all factors critical to successful completion of the
35 project and successful integration with the agency and state
36 information technology infrastructure. At a minimum, quality assurance
37 plans shall provide time and budget benchmarks against which project
38 progress can be measured, a specification of quality assurance

1 responsibilities, and a statement of reporting requirements. The
2 quality assurance plans shall set out the functionality requirements
3 for each phase of a project.

4 (7) A copy of each feasibility study, project management plan, and
5 quality assurance plan shall be provided to the department of
6 information services, the office of financial management, and
7 legislative fiscal committees. The plans and studies shall demonstrate
8 a sound business case that justifies the investment of taxpayer funds
9 on any new project, an assessment of the impact of the proposed system
10 on the existing information technology infrastructure, the disciplined
11 use of preventative measures to mitigate risk, and the leveraging of
12 private-sector expertise as needed. Authority to expend any funds for
13 individual information systems projects is conditioned on the approval
14 of the relevant feasibility study, project management plan, and quality
15 assurance plan by the department of information services and the office
16 of financial management.

17 (8) Quality assurance status reports shall be submitted to the
18 department of information services, the office of financial management,
19 and legislative fiscal committees at intervals specified in the
20 project's quality assurance plan.

21 NEW SECTION. **Sec. 903. INFORMATION TECHNOLOGY ENTERPRISE**
22 **SERVICES.** Agencies may make use of the department of information
23 services when acquiring information technology services, products, and
24 assets.

25 "Information technology services" means the acquisition,
26 provisioning, or approval of hardware, software, and purchased or
27 personal services provided by the department of information services.

28 If an information technology enterprise service is provided by the
29 department, or an agency has a specific requirement to acquire
30 hardware, software, or purchased or personal services directly, the
31 agency shall consult with the department of information services.

32 NEW SECTION. **Sec. 904. VIDEO TELECOMMUNICATIONS.** The department
33 of information services shall act as lead agency in coordinating video
34 telecommunications services for state agencies. As lead agency, the
35 department shall develop standards and common specifications for leased
36 and purchased telecommunications equipment and assist state agencies in

1 developing a video telecommunications expenditure plan. No agency may
2 spend any portion of any appropriation in this act for new video
3 telecommunication equipment, new video telecommunication transmission,
4 or new video telecommunication programming, or for expanding current
5 video telecommunication systems without first complying with chapter
6 43.105 RCW, including but not limited to, RCW 43.105.041(2), and
7 without first submitting a video telecommunications expenditure plan,
8 in accordance with the policies of the department of information
9 services, for review and assessment by the department of information
10 services under RCW 43.105.052. Prior to any such expenditure by a
11 public school, a video telecommunications expenditure plan shall be
12 approved by the superintendent of public instruction. The office of
13 the superintendent of public instruction shall submit the plans to the
14 department of information services in a form prescribed by the
15 department. The office of the superintendent of public instruction
16 shall coordinate the use of video telecommunications in public schools
17 by providing educational information to local school districts and
18 shall assist local school districts and educational service districts
19 in telecommunications planning and curriculum development. Prior to
20 any such expenditure by a public institution of postsecondary
21 education, a telecommunications expenditure plan shall be approved by
22 the higher education coordinating board. The higher education
23 coordinating board shall coordinate the use of video telecommunications
24 for instruction and instructional support in postsecondary education,
25 including the review and approval of instructional telecommunications
26 course offerings.

27 NEW SECTION. **Sec. 905. EMERGENCY FUND ALLOCATIONS.** Whenever
28 allocations are made from the governor's emergency fund appropriation
29 to an agency that is financed in whole or in part by other than general
30 fund moneys, the director of financial management may direct the
31 repayment of such allocated amount to the general fund from any balance
32 in the fund or funds which finance the agency. No appropriation shall
33 be necessary to effect such repayment.

34 NEW SECTION. **Sec. 906. STATUTORY APPROPRIATIONS.** In addition
35 to the amounts appropriated in this act for revenues for distribution,
36 state contributions to the law enforcement officers' and fire fighters'

1 retirement system plan 2, and bond retirement and interest including
2 ongoing bond registration and transfer charges, transfers, interest on
3 registered warrants, and certificates of indebtedness, there is also
4 appropriated such further amounts as may be required or available for
5 these purposes under any statutory formula or under chapters 39.94 and
6 39.96 RCW or any proper bond covenant made under law.

7 NEW SECTION. **Sec. 907. BOND EXPENSES.** In addition to such other
8 appropriations as are made by this act, there is hereby appropriated to
9 the state finance committee from legally available bond proceeds in the
10 applicable construction or building funds and accounts such amounts as
11 are necessary to pay the expenses incurred in the issuance and sale of
12 the subject bonds.

13 NEW SECTION. **Sec. 908. VOLUNTARY SEPARATION INCENTIVES.** As a
14 management tool to reduce costs and make more effective use of
15 resources, while improving employee productivity and morale, agencies
16 may offer voluntary separation and/or downshifting incentives and
17 options according to procedures and guidelines established by the
18 department of personnel and the department of retirement systems in
19 consultation with the office of financial management. The options may
20 include, but are not limited to, financial incentives for: Voluntary
21 resignation, voluntary leave-without-pay, voluntary workweek or work
22 hour reduction, voluntary downward movement, or temporary separation
23 for development purposes. No employee shall have a contractual right
24 to a financial incentive offered pursuant to this section. Agencies
25 shall report on the outcomes of their plans, and offers shall be
26 reviewed and monitored jointly by the department of personnel and the
27 department of retirement systems, for reporting to the office of
28 financial management by June 30, 2009.

29 NEW SECTION. **Sec. 909. VOLUNTARY RETIREMENT INCENTIVES.**
30 Agencies may implement a voluntary retirement incentive program that is
31 cost neutral or results in cost savings provided that such a program is
32 approved by the director of retirement systems and the office of
33 financial management. Agencies participating in this authorization are
34 required to submit a report by June 30, 2009, to the legislature and
35 the office of financial management on the outcome of their approved

1 retirement incentive program. The report should include information on
2 the details of the program including resulting service delivery
3 changes, agency efficiencies, the cost of the retirement incentive per
4 participant, the total cost to the state, and the projected or actual
5 net dollar savings over the 2007-09 biennium.

6 NEW SECTION. **Sec. 910. COMPENSATION--NONREPRESENTED EMPLOYEES--**
7 **INSURANCE BENEFITS.** Appropriations for state agencies in this act are
8 sufficient for nonrepresented state employee health benefits for state
9 agencies, including institutions of higher education are subject to the
10 following conditions and limitations:

11 (1)(a) The monthly employer funding rate for insurance benefit
12 premiums, public employees' benefits board administration, and the
13 uniform medical plan, shall not exceed \$707 per eligible employee for
14 fiscal year 2008. For fiscal year 2009 the monthly employer funding
15 rate shall not exceed \$732 per eligible employee.

16 (b) In order to achieve the level of funding provided for health
17 benefits, the public employees' benefits board shall require any or all
18 of the following: Employee premium copayments, increases in
19 point-of-service cost sharing, the implementation of managed
20 competition, or make other changes to benefits consistent with RCW
21 41.05.065, but in no case to increase the actuarial value of the plans
22 offered as compared to the comparable plans offered to enrollees in
23 calendar year 2007.

24 (c) The health care authority shall deposit any moneys received on
25 behalf of the uniform medical plan as a result of rebates on
26 prescription drugs, audits of hospitals, subrogation payments, or any
27 other moneys recovered as a result of prior uniform medical plan claims
28 payments, into the public employees' and retirees' insurance account to
29 be used for insurance benefits. Such receipts shall not be used for
30 administrative expenditures.

31 (2) The health care authority, subject to the approval of the
32 public employees' benefits board, shall provide subsidies for health
33 benefit premiums to eligible retired or disabled public employees and
34 school district employees who are eligible for medicare, pursuant to
35 RCW 41.05.085. From January 1, 2008, through December 31, 2008, the
36 subsidy shall be \$164.08. Starting January 1, 2009, the subsidy shall
37 be \$182.89 per month.

1 (3) Technical colleges, school districts, and educational service
2 districts shall remit to the health care authority for deposit into the
3 public employees' and retirees' insurance account established in RCW
4 41.05.120 the following amounts:

5 (a) For each full-time employee, \$57.71 per month beginning
6 September 1, 2007, and \$65.97 beginning September 1, 2008;

7 (b) For each part-time employee, who at the time of the remittance
8 is employed in an eligible position as defined in RCW 41.32.010 or
9 41.40.010 and is eligible for employer fringe benefit contributions for
10 basic benefits, \$57.71 each month beginning September 1, 2007, and
11 \$65.97 beginning September 1, 2008, prorated by the proportion of
12 employer fringe benefit contributions for a full-time employee that the
13 part-time employee receives. The remittance requirements specified in
14 this subsection shall not apply to employees of a technical college,
15 school district, or educational service district who purchase insurance
16 benefits through contracts with the health care authority.

17 NEW SECTION. **Sec. 911. COMPENSATION--REPRESENTED EMPLOYEES**
18 **OUTSIDE SUPER COALITION--INSURANCE BENEFITS.** The appropriations for
19 state agencies, including institutions of higher education are subject
20 to the following conditions and limitations:

21 (1)(a) The monthly employer funding rate for insurance benefit
22 premiums, public employees' benefits board administration, and the
23 uniform medical plan, for represented employees outside the super
24 coalition under chapter 41.80 RCW, shall not exceed \$707 per eligible
25 employee for fiscal year 2008. For fiscal year 2009 the monthly
26 employer funding rate shall not exceed \$732 per eligible employee.

27 (b) In order to achieve the level of funding provided for health
28 benefits, the public employees' benefits board shall require any or all
29 of the following: Employee premium copayments, increases in
30 point-of-service cost sharing, the implementation of managed
31 competition, or make other changes to benefits consistent with RCW
32 41.05.065, but in no case to increase the actuarial value of the plans
33 offered as compared to the comparable plans offered to enrollees in
34 calendar year 2007.

35 (c) The health care authority shall deposit any moneys received on
36 behalf of the uniform medical plan as a result of rebates on
37 prescription drugs, audits of hospitals, subrogation payments, or any

1 other moneys recovered as a result of prior uniform medical plan claims
2 payments, into the public employees' and retirees' insurance account to
3 be used for insurance benefits. Such receipts shall not be used for
4 administrative expenditures.

5 (2) The health care authority, subject to the approval of the
6 public employees' benefits board, shall provide subsidies for health
7 benefit premiums to eligible retired or disabled public employees and
8 school district employees who are eligible for medicare, pursuant to
9 RCW 41.05.085. From January 1, 2008, through December 31, 2008, the
10 subsidy shall be \$164.08. Starting January 1, 2009, the subsidy shall
11 be \$182.89 per month.

12 (3) Technical colleges, school districts, and educational service
13 districts shall remit to the health care authority for deposit into the
14 public employees' and retirees' insurance account established in RCW
15 41.05.120 the following amounts:

16 (a) For each full-time employee, \$57.71 per month beginning
17 September 1, 2007, and \$65.97 beginning September 1, 2008;

18 (b) For each part-time employee, who at the time of the remittance
19 is employed in an eligible position as defined in RCW 41.32.010 or
20 41.40.010 and is eligible for employer fringe benefit contributions for
21 basic benefits, \$57.71 each month beginning September 1, 2007, and
22 \$65.97 beginning September 1, 2008, prorated by the proportion of
23 employer fringe benefit contributions for a full-time employee that the
24 part-time employee receives. The remittance requirements specified in
25 this subsection shall not apply to employees of a technical college,
26 school district, or educational service district who purchase insurance
27 benefits through contracts with the health care authority.

28 NEW SECTION. **Sec. 912. COMPENSATION--REPRESENTED EMPLOYEES--**
29 **SUPER COALITION.** Collective bargaining agreements negotiated as part
30 of the super coalition under chapter 41.80 RCW include employer
31 contributions to health insurance premiums at 88% of the cost. Funding
32 rates at this level are currently \$707 per month for fiscal year 2008
33 and \$732 per month for fiscal year 2009. The agreements also include
34 a one-time payment of \$756 for each employee who is eligible for
35 insurance for the month of June 2007 and is covered by a 2007-2009
36 collective bargaining agreement negotiated pursuant to chapter 41.80

1 RCW, and the continuation of the salary increases that were negotiated
2 for the twelve-month period beginning July 1, 2006, and scheduled to
3 terminate June 30, 2007.

4 NEW SECTION. **Sec. 913. ACROSS THE BOARD SALARY ADJUSTMENTS.**

5 Appropriations for state agency nonrepresented employee compensation
6 adjustments in this act are sufficient for across the board
7 adjustments.

8 (1) Appropriations are for a 3.2 percent salary increase effective
9 September 1, 2007, for all classified employees, except those
10 represented by a collective bargaining unit under chapters 41.80,
11 41.56, and 47.64 RCW, and except the certificated employees of the
12 state schools for the deaf and blind and employees of community and
13 technical colleges covered by the provisions of Initiative Measure No.
14 732. Also included are employees in the Washington management service,
15 and exempt employees under the jurisdiction of the director of
16 personnel.

17 The appropriations are also sufficient to fund a 3.2 percent salary
18 increase effective September 1, 2007, for executive, legislative, and
19 judicial branch employees exempt from merit system rules whose maximum
20 salaries are not set by the commission on salaries for elected
21 officials.

22 (2) Appropriations are for a 2.0 percent salary increase effective
23 September 1, 2008, for all classified employees, except those
24 represented by a collective bargaining unit under chapters 41.80,
25 41.56, and 47.64 RCW, and except for the certificated employees of the
26 state schools of the deaf and blind and employees of community and
27 technical colleges covered by the provisions of Initiative Measure No.
28 732. Also included are employees in the Washington management service,
29 and exempt employees under the jurisdiction of the director of
30 personnel. The appropriations are also sufficient to fund a 2.0
31 percent salary increase effective September 1, 2008, for executive,
32 legislative, and judicial branch employees exempt from merit system
33 rules whose maximum salaries are not set by the commission on salaries
34 for elected officials.

35 NEW SECTION. **Sec. 914. SALARY SURVEY--NONREPRESENTED EMPLOYEES.**

36 For state agency employees, except those represented by a bargaining

1 unit under chapters 41.80, 41.56, and 47.64 RCW, the appropriations in
2 this act are sufficient for implementation of the department of
3 personnel's 2006 salary survey, for job classes more than 25 percent
4 below market rates and affected classes.

5 NEW SECTION. **Sec. 915. AGENCY REQUEST CONSOLIDATION--**
6 **NONREPRESENTED EMPLOYEES.** For state agency employees, except those
7 represented by a bargaining unit under chapters 41.80, 41.56, and 47.64
8 RCW, the appropriations in this act are provided solely for
9 implementation of the department of personnel's agency request job
10 class consolidation and reclassification plan. This implementation
11 fully satisfies the conditions specified in the settlement agreement of
12 *WPEA v State/Shroll v. State*.

13 NEW SECTION. **Sec. 916. CLASSIFICATION CONSOLIDATION--**
14 **NONREPRESENTED EMPLOYEES.** For state agency employees, except those
15 represented by a bargaining unit under chapters 41.80, 41.56, and 47.64
16 RCW, the appropriations in this act are sufficient for implementation
17 of the department of personnel's phase 4 job class consolidation and
18 revisions under chapter 41.80 RCW.

19 NEW SECTION. **Sec. 917. ADDITIONAL PAY STEP--NONREPRESENTED**
20 **EMPLOYEES.** For state agency employees, except those represented by a
21 bargaining unit under chapters 41.80, 41.56, and 47.64 RCW, the
22 appropriations in this act are sufficient for a new pay step L for
23 those who have been in step K for at least one year.

24 NEW SECTION. **Sec. 918. SHIFT DIFFERENTIAL--NONREPRESENTED**
25 **EMPLOYEES.** For all classified state agency employees, except those
26 represented by a bargaining unit under chapter 41.80, 41.56, and 47.64
27 RCW, and except for the certificated employees of the state schools of
28 the deaf and blind and employees of community and technical colleges
29 covered by the provisions of Initiative Measure No. 732, the
30 appropriations in this act are sufficient for shift differential pay.

31 NEW SECTION. **Sec. 919. RETAIN FISCAL YEAR 2007 PAY INCREASE--**
32 **NONREPRESENTED EMPLOYEES.** For all classified state agency employees,
33 except those represented by a bargaining unit under chapter 41.80,

1 41.56, and 47.64 RCW, and except for the certificated employees of the
2 state schools of the deaf and blind and employees of community and
3 technical colleges covered by the provisions of Initiative Measure No.
4 732, the appropriations in this act are sufficient for continuation of
5 the 1.6 percent salary increase that was provided during fiscal year
6 2007. Also included are employees in the Washington management
7 service, and exempt employees under the jurisdiction of the director of
8 personnel. The appropriations are also sufficient to continue a 1.6
9 percent salary increase for executive, legislative, and judicial branch
10 employees exempt from merit system rules whose maximum salaries are not
11 set by the commission on salaries for elected officials.

12 NEW SECTION. **Sec. 920. COLLECTIVE BARGAINING AGREEMENTS.** (1)
13 Provisions of collective bargaining agreements contained in this act
14 are described in general terms. Only major economic terms are included
15 in the descriptions. These descriptions do not contain the complete
16 contents of the agreements. The collective bargaining agreements
17 contained in Part IX of this act may also be funded by expenditures
18 from nonappropriated accounts. If positions are funded with lidded
19 grants or dedicated fund sources with insufficient revenue, additional
20 funding from other sources is not provided.

21 (2) Some contracts contain implementation of the department of
22 personnel's phase 4 classification consolidation. This implementation
23 fully satisfies the conditions specified in the settlement agreement of
24 *WPEA v. State/Shroll v. State*.

25 NEW SECTION. **Sec. 921. COLLECTIVE BARGAINING AGREEMENT--WFSE.**
26 Appropriations in this act reflect the collective bargaining agreement
27 reached between the governor and the Washington federation of state
28 employees under the provisions of chapter 41.80 RCW. For employees
29 covered under this agreement, provisions include a 1.6 percent salary
30 increase effective July 1, 2007, which continues the increase that went
31 into effect July 1, 2006, and is set to terminate June 30, 2007. Also
32 included is a 3.2 percent salary increase effective July 1, 2007, and
33 a 2 percent salary increase effective July 1, 2008. Select
34 classifications will receive wage increases due to phase four of the
35 department of personnel's class consolidation project, the
36 implementation of the department of personnel's 2006 salary survey for

1 classes more than 25 percent below market rates and agency request
2 packages meeting the specified criteria outlined in RCW 41.06.152.
3 These increases will be effective July 1, 2007.

4 NEW SECTION. **Sec. 922. COLLECTIVE BARGAINING AGREEMENT--WPEA.**

5 Appropriations in this act reflect the collective bargaining agreement
6 reached between the governor and the Washington public employees
7 association under the provisions of chapter 41.80 RCW. For employees
8 covered under this agreement, provisions include a 1.6 percent salary
9 increase effective July 1, 2007, which continues the increase that went
10 into effect July 1, 2006, and is set to terminate June 30, 2007. Also
11 included is a 3.2 percent salary increase effective July 1, 2007, and
12 a 2 percent salary increase effective July 1, 2008. Select
13 classifications will receive wage increases due to phase four of the
14 department of personnel's class consolidation project, the
15 implementation of the department of personnel's 2006 salary survey for
16 classes more than 25 percent below market rates and agency request
17 packages meeting the specified criteria outlined in RCW 41.06.152.
18 These increases will be effective July 1, 2007.

19 NEW SECTION. **Sec. 923. COLLECTIVE BARGAINING AGREEMENT--**
20 **TEAMSTERS.**

21 Appropriations in this act reflect the collective
22 bargaining agreement reached between the governor and the brotherhood
23 of teamsters under the provisions of chapter 41.80 RCW. For employees
24 covered under this agreement, provisions include a 2.9 percent salary
25 increase effective July 1, 2007, which continues the increase that went
26 into effect July 1, 2006, and is set to terminate June 30, 2007. Also
27 included is a 3.2 percent salary increase effective July 1, 2007, and
28 a 2 percent salary increase effective July 1, 2008. Select
29 classifications will receive wage increases due to phase four of the
30 department of personnel's class consolidation project, the
31 implementation of the department of personnel's 2006 salary survey for
32 classes more than 25 percent below market rates, and agency request
33 packages meeting the specified criteria outlined in RCW 41.06.152.
34 These increases will be effective July 1, 2007.

35 Also effective July 1, 2007, corrections and custody officers 1s,
2s, and 3s in Franklin, Snohomish, and Walla Walla counties will

1 receive 5 percent geographic pay. All employees covered under the
2 agreement that have been at the top step of their range for a year or
3 longer will progress to a new step L effective July 1, 2007.

4 NEW SECTION. **Sec. 924. COLLECTIVE BARGAINING AGREEMENT--UFCW.**

5 Appropriations in this act reflect the collective bargaining agreement
6 reached between the governor and the united food and commercial workers
7 under the provisions of chapter 41.80 RCW. For employees covered under
8 this agreement, provisions include a 1.6 percent salary increase
9 effective July 1, 2007, which continues the increase that went into
10 effect July 1, 2006, and is set to terminate June 30, 2007. Also
11 included is a 3.2 percent salary increase effective July 1, 2007, and
12 a 2 percent salary increase effective July 1, 2008. All employees
13 covered under the agreement that have been at the top step of their
14 range for a year or longer will progress to a new step L effective July
15 1, 2007.

16 NEW SECTION. **Sec. 925. COLLECTIVE BARGAINING AGREEMENT--IFPTE**

17 **LOCAL 17.** Appropriations in this act reflect the collective bargaining
18 agreement reached between the governor and the international federation
19 of professional and technical engineers under the provisions of chapter
20 41.80 RCW. For employees covered under this agreement, provisions
21 include a 1.6 percent salary increase effective July 1, 2007, which
22 continues the increase that went into effect July 1, 2006, and is set
23 to terminate June 30, 2007. Also included is a 3.2 percent salary
24 increase effective July 1, 2007, and a 2 percent salary increase
25 effective July 1, 2008. Select classifications will receive wage
26 increases due to the implementation of the department of personnel's
27 2006 salary survey for classes more than 25 percent below market rates.
28 These increases will be effective July 1, 2007. All employees covered
29 under the agreement that have been at the top step of their range for
30 a year or longer will progress to a new step L effective July 1, 2007.

31 NEW SECTION. **Sec. 926. COLLECTIVE BARGAINING AGREEMENT--SEIU**

32 **1199.** Appropriations in this act reflect the collective bargaining
33 agreement reached between the governor and the service employee's
34 international union, local 1199 NW under the provisions of chapter
35 41.80 RCW. For employees covered under this agreement, provisions

1 include a 1.6 percent salary increase effective July 1, 2007, which
2 continues the increase that went into effect July 1, 2006, and is set
3 to terminate June 30, 2007. Also included is a 3.2 percent salary
4 increase effective July 1, 2007, and a 2 percent salary increase
5 effective July 1, 2008. Select classifications will receive wage
6 increases due to phase four of the department of personnel's class
7 consolidation project and the implementation of the department of
8 personnel's 2006 salary survey for classes more than 25 percent below
9 market rates. These increases will be effective July 1, 2007. The
10 office of financial management shall allocate the moneys appropriated
11 in this section in the amounts specified to the state agencies
12 specified in LEAP document number H15 - 2007, and adjust appropriations
13 schedules accordingly.

14 NEW SECTION. **Sec. 927. COLLECTIVE BARGAINING AGREEMENT--**
15 **COALITION.** Appropriations in this act reflect the collective
16 bargaining agreement reached between the governor and the coalition
17 under the provisions of chapter 41.80 RCW. For employees covered under
18 this agreement, provisions include a 1.6 percent salary increase
19 effective July 1, 2007, which continues the increase that went into
20 effect July 1, 2006, and is set to terminate June 30, 2007. Also
21 included is a 3.2 percent salary increase effective July 1, 2007, and
22 a 2 percent salary increase effective July 1, 2008. Select
23 classifications will receive wage increases due to phase four of the
24 department of personnel's class consolidation project, the
25 implementation of the department of personnel's 2006 salary survey for
26 classes more than 25 percent below market rates, and agency request
27 packages meeting the specified criteria outlined in RCW 41.06.152.
28 These increases will be effective July 1, 2007. All employees covered
29 under the agreement that have been at the top step of their range for
30 a year or longer will progress to a new step L effective July 1, 2007.
31 These increases will be effective July 1, 2007.

32 NEW SECTION. **Sec. 928. COLLECTIVE BARGAINING AGREEMENT--WFSE**
33 **HIGHER EDUCATION.** Appropriations in this act reflect the collective
34 bargaining agreement reached between the governor and the Washington
35 federation of state employees in higher education under the provisions
36 of chapter 41.80 RCW. For employees covered under this agreement,

1 provisions include a 1.6 percent salary increase effective July 1,
2 2007, which continues the increase that went into effect July 1, 2006,
3 and is set to terminate June 30, 2007. Also included is a 3.2 percent
4 salary increase effective July 1, 2007, and a 2 percent salary increase
5 effective July 1, 2008. Select classifications will receive wage
6 increases due to phase four of the department of personnel's class
7 consolidation project and the implementation of the department of
8 personnel's 2006 salary survey for classes more than 25 percent below
9 market rates. These increases will be effective July 1, 2007. All
10 employees covered under the agreement that have been at the top step of
11 their range for a year or longer will progress to a new step L
12 effective July 1, 2007.

13 NEW SECTION. **Sec. 929. COLLECTIVE BARGAINING AGREEMENT--WPEA**
14 **HIGHER EDUCATION.** Appropriations in this act reflect the collective
15 bargaining agreement reached between the governor and the Washington
16 public employees association in higher education under the provisions
17 of chapter 41.80 RCW. For employees covered under this agreement,
18 provisions include a 1.6 percent salary increase effective July 1,
19 2007, which continues the increase that went into effect July 1, 2006,
20 and is set to terminate June 30, 2007. Also included is a 3.2 percent
21 salary increase effective July 1, 2007, and a 2 percent salary increase
22 effective July 1, 2008. Select classifications will receive wage
23 increases due to phase four of the department of personnel's class
24 consolidation project and the implementation of the department of
25 personnel's 2006 salary survey for classes more than 25 percent below
26 market rates. These increases will be effective July 1, 2007. All
27 employees covered under the agreement that have been at the top step of
28 their range for a year or longer will progress to a new step L
29 effective July 1, 2007.

30 NEW SECTION. **Sec. 930. COLLECTIVE BARGAINING AGREEMENT--WESTERN**
31 **WASHINGTON UNIVERSITY--WFSE.** Appropriations in this act reflect the
32 collective bargaining agreement reached between the Western Washington
33 University and the Washington federation of state employees bargaining
34 units A, B, and E. For employees covered under this agreement,
35 provisions include a 3.2 percent pay increase effective July 1, 2007;
36 a second increase of 2.0 percent effective July 1, 2008; implementation

1 of the department of personnel's salary survey for classes more than 25
2 percent below market rate; a new 2.5 percent step L on the salary grid;
3 and movement of all classified staff at or below pay range 30 to step
4 G of their range, effective July 1, 2007.

5 NEW SECTION. **Sec. 931. COLLECTIVE BARGAINING AGREEMENT--WESTERN**
6 **WASHINGTON UNIVERSITY--PSE BARGAINING UNIT PTE.** Appropriations in this
7 act reflect the collective bargaining agreement reached between the
8 Western Washington University and the public school employees
9 bargaining unit PTE. For employees covered under this agreement, the
10 provisions include a 3.2 percent increase effective July 1, 2007; a
11 second increase of 2.0 percent effective July 1, 2008; implementation
12 of the department of personnel's salary survey for classes more than 25
13 percent below market rate; a new 2.5 percent step L on the salary grid;
14 and implementation of phase four of the department of personnel's class
15 consolidation project.

16 NEW SECTION. **Sec. 932. COLLECTIVE BARGAINING AGREEMENT--WESTERN**
17 **WASHINGTON UNIVERSITY--PSE BARGAINING UNIT D.** Appropriations in this
18 act reflect the collective bargaining agreement reached between the
19 Western Washington University and the public school employees
20 bargaining unit D. For employees covered under this agreement, the
21 provisions include a 3.2 percent increase effective July 1, 2007; a
22 second increase of 2.0 percent effective July 1, 2008; implementation
23 of the department of personnel's salary survey for classes more than 25
24 percent below market rate; a new 2.5 percent step L on the salary grid;
25 and implementation of phase four of the department of personnel's class
26 consolidation project.

27 NEW SECTION. **Sec. 933. COLLECTIVE BARGAINING AGREEMENT--CENTRAL**
28 **WASHINGTON UNIVERSITY--WFSE.** Appropriations in this act reflect the
29 collective bargaining agreement reached between the Central Washington
30 University and the Washington federation of state employees. For
31 employees covered under this agreement, the provisions include a pay
32 increase of 3.2 percent effective July 1, 2007; a second increase of
33 2.0 percent effective July 1, 2008; phase four of the department of
34 personnel's class consolidation project; implementation of the 2006

1 department of personnel's salary survey for classes more than 25
2 percent below market rate; and a new 2.5 percent step L on the salary
3 grid.

4 NEW SECTION. **Sec. 934. COLLECTIVE BARGAINING AGREEMENT--EASTERN**
5 **WASHINGTON UNIVERSITY--WFSE BU 1.** Appropriations in this act reflect
6 the collective bargaining agreement reached between the Eastern
7 Washington University and the Washington federation of state employees
8 bargaining unit 1. For employees covered under this agreement, the
9 provisions include a pay increase of 3.2 percent effective July 1,
10 2007; a second increase of 2.0 percent effective July 1, 2008; phase
11 four of the department of personnel's class consolidation project; a
12 new 2.5 percent step L on the salary grid; and the potential for two
13 \$200 one-time payments.

14 NEW SECTION. **Sec. 935. COLLECTIVE BARGAINING AGREEMENT--EASTERN**
15 **WASHINGTON UNIVERSITY--WFSE BU 2.** Appropriations in this act reflect
16 the collective bargaining agreement reached between the Eastern
17 Washington University and the Washington federation of state employees
18 bargaining unit 2. For employees covered under this agreement, the
19 provisions include a pay increase of 3.2 percent effective July 1,
20 2007; a second increase of 2.0 percent effective July 1, 2008; phase
21 four of the department of personnel's class consolidation project; a
22 new 2.5 percent step L on the salary grid; and the potential for two
23 \$200 one-time payments.

24 NEW SECTION. **Sec. 936. COLLECTIVE BARGAINING AGREEMENT--**
25 **WASHINGTON STATE UNIVERSITY--WSU POLICE GUILD.** Appropriations in this
26 act reflect the collective bargaining agreement reached between the
27 Washington State University and the Washington State University police
28 guild. For employees covered under this agreement, the provisions
29 include a pay increase of 3.2 percent effective July 1, 2007; a second
30 increase of 2.0 percent effective July 1, 2008; implementation of the
31 2006 department of personnel's salary survey for classes more than 25
32 percent below market rate; and a new 2.5 percent step L on the salary
33 grid.

1 NEW SECTION. **Sec. 937. COLLECTIVE BARGAINING AGREEMENT--**
2 **WASHINGTON STATE UNIVERSITY--WFSE.** Appropriations in this act reflect
3 the collective bargaining agreement reached between the Washington
4 State University and the Washington federation of state employees. For
5 employees covered under this agreement, the provisions include a pay
6 increase of 3.2 percent effective July 1, 2007; a second increase of
7 2.0 percent effective July 1, 2008; implementation of the 2006
8 department of personnel's salary survey for classes more than 25
9 percent below market rate; and a new 2.5 percent step L on the salary
10 grid.

11 NEW SECTION. **Sec. 938. COLLECTIVE BARGAINING AGREEMENT--**
12 **UNIVERSITY OF WASHINGTON--WFSE CAMPUS--WIDE BARGAINING UNIT.**
13 Appropriations in this act reflect the collective bargaining agreement
14 reached between the University of Washington and the Washington
15 federation of state employees campus-wide bargaining unit. For
16 employees covered under this agreement, the provisions include a pay
17 increase of 3.2 percent effective July 1, 2007; a second increase of
18 2.0 percent effective July 1, 2008; recruitment and retention
19 adjustments for specific classes; increases for classes more than 80
20 percent below market according to a survey by the University of
21 Washington; and an additional pay step in fiscal year 2009.

22 NEW SECTION. **Sec. 939. COLLECTIVE BARGAINING AGREEMENT--**
23 **UNIVERSITY OF WASHINGTON--WFSE POLICE MANAGEMENT BARGAINING UNIT.**
24 Appropriations in this act reflect the collective bargaining agreement
25 reached between the University of Washington and the Washington
26 federation of state employees police management bargaining unit. For
27 employees covered under this agreement, the provisions include a pay
28 increase of 3.2 percent effective July 1, 2007; a second increase of
29 2.0 percent effective July 1, 2008; longevity pay for those with
30 service of 5 years (1%), 10 years (2%), 15 years (3%), 20 years (4%),
31 and 25 years (5%); and a new top step effective fiscal year 2009.

32 NEW SECTION. **Sec. 940. COLLECTIVE BARGAINING AGREEMENT--**
33 **UNIVERSITY OF WASHINGTON--UWPOA.** Appropriations in this act reflect
34 the collective bargaining agreement reached between the University of
35 Washington and the University of Washington police officers

1 association. For employees covered under this agreement, the
2 provisions include a pay increase of 3.2 percent effective July 1,
3 2007; a second pay increase of 2.0 percent effective July 1, 2008; an
4 additional top step on the pay grid effective fiscal year 2009; and
5 increases in midcareer pay increments.

6 NEW SECTION. **Sec. 941. COLLECTIVE BARGAINING AGREEMENT--**
7 **UNIVERSITY OF WASHINGTON--SEIU 925.** Appropriations in this act reflect
8 the collective bargaining agreement reached between the University of
9 Washington and the service employees' international union 925. For
10 employees covered under this agreement, the provisions include a pay
11 increase of 3.2 percent effective July 1, 2007; a second pay increase
12 of 3.0 percent effective July 1, 2008; and market rate adjustments for
13 specific job classes.

14 NEW SECTION. **Sec. 942. COLLECTIVE BARGAINING AGREEMENT--YAKIMA**
15 **VALLEY COMMUNITY COLLEGE--WPEA/UFCW.** Appropriations in this act
16 reflect the collective bargaining agreement reached between the Yakima
17 Valley community college and the Washington public employees'
18 association/united food and commercial workers union local 365. For
19 employees covered under this agreement, the provisions include a pay
20 increase of 3.2 percent effective July 1, 2007; an increase of 2.0
21 percent effective July 1, 2008; implementation of the 2006 department
22 of personnel's salary survey for classes more than 25 percent below
23 market rate; phase four of the department of personnel's class
24 consolidation project; agency requests for reclassification that meet
25 the criteria outlined in RCW 41.06.152; and a new 2.5 percent step L on
26 the salary grid.

27 NEW SECTION. **Sec. 943. COLLECTIVE BARGAINING AGREEMENT--WSP**
28 **TROOPERS ASSOCIATION.** Appropriations in this act reflect funding for
29 the collective bargaining agreement reached between the governor and
30 the Washington state patrol trooper's association under the provisions
31 of chapter 41.56 RCW. For employees covered under this agreement,
32 provisions include a 4.0 percent salary increase effective July 1,
33 2007, and a 4.0 percent salary increase effective July 1, 2008. Also
34 effective July 1, 2007, positions located in King (10%), Snohomish
35 (5%), or Pierce (3%) counties will receive geographic pay.

1 NEW SECTION. **Sec. 944. COLLECTIVE BARGAINING AGREEMENT--WSP**
2 **LIEUTENANTS ASSOCIATION.** Appropriations in this act reflect funding
3 for the collective bargaining agreement reached between the governor
4 and the Washington state patrol lieutenant's association under the
5 provisions of chapter 41.56 RCW. For employees covered under this
6 agreement, provisions include a 4.0 percent salary increase effective
7 July 1, 2007, and a 4.0 percent salary increase effective July 1, 2008.
8 Also effective July 1, 2007, positions located in King (10%), Snohomish
9 (5%), or Pierce (3%) counties will receive geographic pay.

10 NEW SECTION. **Sec. 945. COLLECTIVE BARGAINING AGREEMENT--SEIU**
11 **LOCAL 775 HOMECARE WORKERS.** Appropriations in this act reflect the
12 collective bargaining agreement reached between the governor and the
13 service employee's international union local 775 under the provisions
14 of chapter 74.39 RCW. For those covered under this agreement,
15 provisions include a base wage increase of \$.30 per hour effective July
16 1, 2007, a base wage increase of \$.30 per hour effective July 1, 2008,
17 an additional step to the wage grid for providers with over 14,000
18 hours, an additional \$1.00 per hour for mentor and trainer pay,
19 implementation of mileage reimbursement by July 1, 2008, and state
20 payment of the provider's share of workers compensation. In addition,
21 the state will increase the contribution to health care by 10 percent
22 on July 1, 2008, to \$550 per month, and implement an agreed upon
23 approach to shared living.

24 NEW SECTION. **Sec. 946. COLLECTIVE BARGAINING AGREEMENT--SEIU**
25 **LOCAL 925 CHILDCARE WORKERS.** Appropriations in this act reflect the
26 collective bargaining agreement reached between the governor and the
27 service employee's international union local 925 under the provisions
28 of chapter 74.15 RCW. For those covered under this agreement,
29 provisions include a subsidy rate increase of 7 percent for licensed
30 homes and 4 percent for exempt providers effective July 1, 2007, a
31 subsidy rate increase of 3 percent for both licensed and exempt
32 providers on July 1, 2008, elimination of a reduced rate for additional
33 children per family on July 1, 2007, for exempt providers, additional
34 incentive pay for nonstandard hours and infant care, training for
35 providers on licensing requirements, and health care for eligible
36 licensed home providers.

1 **Sec. 947.** RCW 15.64.050 and 2001 2nd sp.s. c 3 s 2 are each
2 amended to read as follows:

3 (1) The small farm direct marketing assistance program is created.

4 (2) The director shall employ a small farm direct marketing
5 assistant.

6 (3) The small farm direct marketing assistance program shall assist
7 small farms in their direct marketing efforts. In carrying out this
8 duty the program shall:

9 (a) Assist small farms in complying with federal, state, and local
10 rules and regulations as they apply to direct marketing of agricultural
11 products;

12 (b) Assist in developing infrastructure to increase direct
13 marketing opportunities for small farms;

14 (c) Provide information on direct marketing opportunities for small
15 farms;

16 (d) Promote localized food production systems;

17 (e) Increase access to information for farmers wishing to sell farm
18 products directly to consumers;

19 (f) Identify and help reduce market barriers facing small farms in
20 direct marketing;

21 (g) Assist in developing and submitting proposals to grant programs
22 to assist small farm direct marketing efforts; and

23 (h) Perform other functions that will assist small farms in
24 directly marketing their products.

25 (~~(4) This section expires July 1, 2007.~~)

26 **Sec. 948.** RCW 28B.15.910 and 2007 c . . . s 1 (ESHB 1497) are each
27 amended to read as follows:

28 (1) For the purpose of providing state general fund support to
29 public institutions of higher education, except for revenue waived
30 under programs listed in subsections (3) and (4) of this section, and
31 unless otherwise expressly provided in the omnibus state appropriations
32 act, the total amount of operating fees revenue waived, exempted, or
33 reduced by a state university, a regional university, The Evergreen
34 State College, or the community colleges as a whole, shall not exceed
35 the percentage of total gross authorized operating fees revenue in this
36 subsection. As used in this section, "gross authorized operating fees
37 revenue" means the estimated gross operating fees revenue as estimated

1 under RCW 82.33.020 or as revised by the office of financial
2 management, before granting any waivers. This limitation applies to
3 all tuition waiver programs established before or after July 1, 1992.

- 4 (a) University of Washington 21 percent
- 5 (b) Washington State University 20 percent
- 6 (c) Eastern Washington University 11 percent
- 7 (d) Central Washington University 10 percent
- 8 (e) Western Washington University 10 percent
- 9 (f) The Evergreen State College ((6)) 10 percent
- 10 (g) Community colleges as a whole 35 percent

11 (2) The limitations in subsection (1) of this section apply to
12 waivers, exemptions, or reductions in operating fees contained in the
13 following:

- 14 (a) RCW 28B.15.014;
- 15 (b) RCW 28B.15.100;
- 16 (c) RCW 28B.15.225;
- 17 (d) RCW 28B.15.380;
- 18 (e) RCW 28B.15.520;
- 19 (f) RCW 28B.15.526;
- 20 (g) RCW 28B.15.527;
- 21 (h) RCW 28B.15.543;
- 22 (i) RCW 28B.15.545;
- 23 (j) RCW 28B.15.555;
- 24 (k) RCW 28B.15.556;
- 25 (l) RCW 28B.15.615;
- 26 (m) RCW 28B.15.621(2);
- 27 (n) RCW 28B.15.730;
- 28 (o) RCW 28B.15.740;
- 29 (p) RCW 28B.15.750;
- 30 (q) RCW 28B.15.756;
- 31 (r) RCW 28B.50.259; and
- 32 (s) RCW 28B.70.050.

33 (3) The limitations in subsection (1) of this section do not apply
34 to waivers, exemptions, or reductions in services and activities fees
35 contained in the following:

- 36 (a) RCW 28B.15.522;
- 37 (b) RCW 28B.15.540; and
- 38 (c) RCW 28B.15.558.

1 (4) The total amount of operating fees revenue waived, exempted, or
2 reduced by institutions of higher education participating in the
3 western interstate commission for higher education western
4 undergraduate exchange program under RCW 28B.15.544 shall not exceed
5 the percentage of total gross authorized operating fees revenue in this
6 subsection.

- 7 (a) Washington State University 1 percent
- 8 (b) Eastern Washington University 3 percent
- 9 (c) Central Washington University 3 percent

10 (5) The institutions of higher education will participate in
11 outreach activities to increase the number of veterans who receive
12 tuition waivers. Colleges and universities shall revise the
13 application for admissions so that all applicants shall have the
14 opportunity to advise the institution that they are veterans who need
15 assistance. If a person indicates on the application for admissions
16 that the person is a veteran who is in need of assistance, then the
17 institution of higher education shall ask the person whether they have
18 any funds disbursed in accordance with the Montgomery GI Bill available
19 to them. Each institution shall encourage veterans to utilize funds
20 available to them in accordance with the Montgomery GI Bill prior to
21 providing the veteran a tuition waiver.

22 ***Sec. 949. RCW 41.05.065 and 2006 c 299 s 2 are each amended to**
23 **read as follows:**

24 **(1) The board shall study all matters connected with the provision**
25 **of health care coverage, life insurance, liability insurance,**
26 **accidental death and dismemberment insurance, and disability income**
27 **insurance or any of, or a combination of, the enumerated types of**
28 **insurance for employees and their dependents on the best basis possible**
29 **with relation both to the welfare of the employees and to the state.**
30 **However, liability insurance shall not be made available to dependents.**

31 **(2) The board shall develop employee benefit plans that include**
32 **comprehensive health care benefits for all employees. In developing**
33 **these plans, the board shall consider the following elements:**

34 **(a) Methods of maximizing cost containment while ensuring access to**
35 **quality health care;**

36 **(b) Development of provider arrangements that encourage cost**

1 containment and ensure access to quality care, including but not
2 limited to prepaid delivery systems and prospective payment methods;

3 (c) Wellness incentives that focus on proven strategies, such as
4 smoking cessation, injury and accident prevention, reduction of alcohol
5 misuse, appropriate weight reduction, exercise, automobile and
6 motorcycle safety, blood cholesterol reduction, and nutrition
7 education;

8 (d) Utilization review procedures including, but not limited to a
9 cost-efficient method for prior authorization of services, hospital
10 inpatient length of stay review, requirements for use of outpatient
11 surgeries and second opinions for surgeries, review of invoices or
12 claims submitted by service providers, and performance audit of
13 providers;

14 (e) Effective coordination of benefits;

15 (f) Minimum standards for insuring entities; and

16 (g) Minimum scope and content of public employee benefit plans to
17 be offered to enrollees participating in the employee health benefit
18 plans. To maintain the comprehensive nature of employee health care
19 benefits, employee eligibility criteria related to the number of hours
20 worked and the benefits provided to employees shall be substantially
21 equivalent to the state employees' health benefits plan and eligibility
22 criteria in effect on January 1, 1993. Nothing in this subsection
23 (2)(g) shall prohibit changes or increases in employee point-of-service
24 payments or employee premium payments for benefits or the
25 administration of a high deductible health plan in conjunction with a
26 health savings account.

27 (h) During the 2007-2009 fiscal biennium, the board may not make
28 changes to the benefit plans offered to enrollees that increase the net
29 actuarial cost of the plans as compared to the same, or most similar
30 plans, offered for calendar year 2007.

31 (3) The board shall design benefits and determine the terms and
32 conditions of employee and retired employee participation and coverage,
33 including establishment of eligibility criteria. The same terms and
34 conditions of participation and coverage, including eligibility
35 criteria, shall apply to state employees and to school district
36 employees and educational service district employees.

37 (4) The board may authorize premium contributions for an employee
38 and the employee's dependents in a manner that encourages the use of

1 *cost-efficient managed health care systems. During the 2005-2007*
2 *fiscal biennium, the board may only authorize premium contributions for*
3 *an employee and the employee's dependents that are the same, regardless*
4 *of an employee's status as represented or nonrepresented by a*
5 *collective bargaining unit under the personnel system reform act of*
6 *2002. The board shall require participating school district and*
7 *educational service district employees to pay at least the same*
8 *employee premiums by plan and family size as state employees pay.*

9 (5) *The board shall develop a health savings account option for*
10 *employees that conform to section 223, Part VII of subchapter B of*
11 *chapter 1 of the internal revenue code of 1986. The board shall comply*
12 *with all applicable federal standards related to the establishment of*
13 *health savings accounts.*

14 (6) *Notwithstanding any other provision of this chapter, the board*
15 *shall develop a high deductible health plan to be offered in*
16 *conjunction with a health savings account developed under subsection*
17 *(5) of this section.*

18 (7) *Employees shall choose participation in one of the health care*
19 *benefit plans developed by the board and may be permitted to waive*
20 *coverage under terms and conditions established by the board.*

21 (8) *The board shall review plans proposed by insuring entities that*
22 *desire to offer property insurance and/or accident and casualty*
23 *insurance to state employees through payroll deduction. The board may*
24 *approve any such plan for payroll deduction by insuring entities*
25 *holding a valid certificate of authority in the state of Washington and*
26 *which the board determines to be in the best interests of employees and*
27 *the state. The board shall promulgate rules setting forth criteria by*
28 *which it shall evaluate the plans.*

29 (9) *Before January 1, 1998, the public employees' benefits board*
30 *shall make available one or more fully insured long-term care insurance*
31 *plans that comply with the requirements of chapter 48.84 RCW. Such*
32 *programs shall be made available to eligible employees, retired*
33 *employees, and retired school employees as well as eligible dependents*
34 *which, for the purpose of this section, includes the parents of the*
35 *employee or retiree and the parents of the spouse of the employee or*
36 *retiree. Employees of local governments and employees of political*
37 *subdivisions not otherwise enrolled in the public employees' benefits*
38 *board sponsored medical programs may enroll under terms and conditions*

1 established by the administrator, if it does not jeopardize the
2 financial viability of the public employees' benefits board's long-term
3 care offering.

4 (a) Participation of eligible employees or retired employees and
5 retired school employees in any long-term care insurance plan made
6 available by the public employees' benefits board is voluntary and
7 shall not be subject to binding arbitration under chapter 41.56 RCW.
8 Participation is subject to reasonable underwriting guidelines and
9 eligibility rules established by the public employees' benefits board
10 and the health care authority.

11 (b) The employee, retired employee, and retired school employee are
12 solely responsible for the payment of the premium rates developed by
13 the health care authority. The health care authority is authorized to
14 charge a reasonable administrative fee in addition to the premium
15 charged by the long-term care insurer, which shall include the health
16 care authority's cost of administration, marketing, and consumer
17 education materials prepared by the health care authority and the
18 office of the insurance commissioner.

19 (c) To the extent administratively possible, the state shall
20 establish an automatic payroll or pension deduction system for the
21 payment of the long-term care insurance premiums.

22 (d) The public employees' benefits board and the health care
23 authority shall establish a technical advisory committee to provide
24 advice in the development of the benefit design and establishment of
25 underwriting guidelines and eligibility rules. The committee shall
26 also advise the board and authority on effective and cost-effective
27 ways to market and distribute the long-term care product. The
28 technical advisory committee shall be comprised, at a minimum, of
29 representatives of the office of the insurance commissioner, providers
30 of long-term care services, licensed insurance agents with expertise in
31 long-term care insurance, employees, retired employees, retired school
32 employees, and other interested parties determined to be appropriate by
33 the board.

34 (e) The health care authority shall offer employees, retired
35 employees, and retired school employees the option of purchasing long-
36 term care insurance through licensed agents or brokers appointed by the
37 long-term care insurer. The authority, in consultation with the public

1 *employees' benefits board, shall establish marketing procedures and may*
2 *consider all premium components as a part of the contract negotiations*
3 *with the long-term care insurer.*

4 *(f) In developing the long-term care insurance benefit designs, the*
5 *public employees' benefits board shall include an alternative plan of*
6 *care benefit, including adult day services, as approved by the office*
7 *of the insurance commissioner.*

8 *(g) The health care authority, with the cooperation of the office*
9 *of the insurance commissioner, shall develop a consumer education*
10 *program for the eligible employees, retired employees, and retired*
11 *school employees designed to provide education on the potential need*
12 *for long-term care, methods of financing long-term care, and the*
13 *availability of long-term care insurance products including the*
14 *products offered by the board.*

15 *(h) By December 1998, the health care authority, in consultation*
16 *with the public employees' benefits board, shall submit a report to the*
17 *appropriate committees of the legislature, including an analysis of the*
18 *marketing and distribution of the long-term care insurance provided*
19 *under this section.*

**Sec. 949 was vetoed. See message at end of chapter.*

20 **Sec. 950.** RCW 43.08.250 and 2005 c 518 s 926, 2005 c 457 s 8, and
21 2005 c 282 s 44 are each reenacted and amended to read as follows:

22 (1) The money received by the state treasurer from fees, fines,
23 forfeitures, penalties, reimbursements or assessments by any court
24 organized under Title 3 or 35 RCW, or chapter 2.08 RCW, shall be
25 deposited in the public safety and education account which is hereby
26 created in the state treasury. The legislature shall appropriate the
27 funds in the account to promote traffic safety education, highway
28 safety, criminal justice training, crime victims' compensation,
29 judicial education, the judicial information system, civil
30 representation of indigent persons under RCW 2.53.030, winter
31 recreation parking, drug court operations, and state game programs.
32 ~~((During))~~ Through the fiscal biennium ending June 30, ~~((2007))~~ 2009,
33 the legislature may appropriate moneys from the public safety and
34 education account for purposes of appellate indigent defense and other
35 operations of the office of public defense, the criminal litigation
36 unit of the attorney general's office, the treatment alternatives to
37 street crimes program, crime victims advocacy programs, justice

1 information network telecommunication planning, treatment for
2 supplemental security income clients, sexual assault treatment,
3 operations of the administrative office of the courts, security in the
4 common schools, alternative school start-up grants, programs for
5 disruptive students, criminal justice data collection, Washington state
6 patrol criminal justice activities, drug court operations, unified
7 family courts, local court backlog assistance, financial assistance to
8 local jurisdictions for extraordinary costs incurred in the
9 adjudication of criminal cases, domestic violence treatment and related
10 services, the department of corrections' costs in implementing chapter
11 196, Laws of 1999, reimbursement of local governments for costs
12 associated with implementing criminal and civil justice legislation,
13 the replacement of the department of corrections' offender-based
14 tracking system, secure and semi-secure crisis residential centers,
15 HOPE beds, the family policy council and community public health and
16 safety networks, the street youth program, public notification about
17 registered sex offenders, and narcotics or methamphetamine-related
18 enforcement, education, training, and drug and alcohol treatment
19 services.

20 (2)(a) The equal justice subaccount is created as a subaccount of
21 the public safety and education account. The money received by the
22 state treasurer from the increase in fees imposed by sections 9, 10,
23 12, 13, 14, 17, and 19, chapter 457, Laws of 2005 shall be deposited in
24 the equal justice subaccount and shall be appropriated only for:

25 (i) Criminal indigent defense assistance and enhancement at the
26 trial court level, including a criminal indigent defense pilot program;

27 (ii) Representation of parents in dependency and termination
28 proceedings;

29 (iii) Civil legal representation of indigent persons; and

30 (iv) Contribution to district court judges' salaries and to
31 eligible elected municipal court judges' salaries.

32 (b) For the 2005-07 fiscal biennium, an amount equal to twenty-five
33 percent of revenues to the equal justice subaccount, less one million
34 dollars, shall be appropriated from the equal justice subaccount to the
35 administrator for the courts for purposes of (a)(iv) of this
36 subsection. For the 2007-09 fiscal biennium and subsequent fiscal
37 biennia, an amount equal to fifty percent of revenues to the equal

1 justice subaccount shall be appropriated from the equal justice
2 subaccount to the administrator for the courts for the purposes of
3 (a)(iv) of this subsection.

4 **Sec. 951.** RCW 43.10.180 and 2005 c 518 s 927 are each amended to
5 read as follows:

6 (1) The attorney general shall keep such records as are necessary
7 to facilitate proper allocation of costs to funds and agencies served
8 and the director of financial management shall prescribe appropriate
9 accounting procedures to accurately allocate costs to funds and
10 agencies served. Billings shall be adjusted in line with actual costs
11 incurred at intervals not to exceed six months.

12 (2) During the ((2005-)) 2007-2009 fiscal biennium, all expenses
13 for administration of the office of the attorney general shall be
14 allocated to and paid from the legal services revolving fund in
15 accordance with accounting procedures prescribed by the director of
16 financial management.

17 **Sec. 952.** RCW 43.60A.165 and 2006 c 343 s 4 are each amended to
18 read as follows:

19 The defenders' fund is created to provide assistance to members of
20 the Washington national guard and reservists who served in Operation
21 Enduring Freedom, Operation Iraqi Freedom, or Operation Noble Eagle,
22 and who are experiencing financial hardships in employment, education,
23 housing, and health care due to the significant period of time away
24 from home serving our country. The program shall be administered by
25 the department. Eligibility determinations shall be made by the
26 department. Eligible veterans may receive a one-time grant of no more
27 than five hundred dollars, except that for the 2007-2009 biennium, the
28 one-time grant may not exceed one thousand dollars.

29 **Sec. 953.** RCW 46.09.170 and 2004 c 105 s 6 are each amended to
30 read as follows:

31 (1) From time to time, but at least once each year, the state
32 treasurer shall refund from the motor vehicle fund one percent of the
33 motor vehicle fuel tax revenues collected under chapter 82.36 RCW,
34 based on a tax rate of: (a) Nineteen cents per gallon of motor vehicle
35 fuel from July 1, 2003, through June 30, 2005; (b) twenty cents per

1 gallon of motor vehicle fuel from July 1, 2005, through June 30, 2007;
2 (c) twenty-one cents per gallon of motor vehicle fuel from July 1,
3 2007, through June 30, 2009; (d) twenty-two cents per gallon of motor
4 vehicle fuel from July 1, 2009, through June 30, 2011; and (e) twenty-
5 three cents per gallon of motor vehicle fuel beginning July 1, 2011,
6 and thereafter, less proper deductions for refunds and costs of
7 collection as provided in RCW 46.68.090.

8 (2) The treasurer shall place these funds in the general fund as
9 follows:

10 (a) Thirty-six percent shall be credited to the ORV and nonhighway
11 vehicle account and administered by the department of natural resources
12 solely for acquisition, planning, development, maintenance, and
13 management of ORV, nonmotorized, and nonhighway road recreation
14 facilities, and information programs and maintenance of nonhighway
15 roads;

16 (b) Three and one-half percent shall be credited to the ORV and
17 nonhighway vehicle account and administered by the department of fish
18 and wildlife solely for the acquisition, planning, development,
19 maintenance, and management of ORV, nonmotorized, and nonhighway road
20 recreation facilities and the maintenance of nonhighway roads;

21 (c) Two percent shall be credited to the ORV and nonhighway vehicle
22 account and administered by the parks and recreation commission solely
23 for the acquisition, planning, development, maintenance, and management
24 of ORV, nonmotorized, and nonhighway road recreation facilities; and

25 (d) Fifty-eight and one-half percent shall be credited to the
26 nonhighway and off-road vehicle activities program account to be
27 administered by the committee for planning, acquisition, development,
28 maintenance, and management of ORV, nonmotorized, and nonhighway road
29 recreation facilities and for education, information, and law
30 enforcement programs. The funds under this subsection shall be
31 expended in accordance with the following limitations:

32 (i) Not more than thirty percent may be expended for education,
33 information, and law enforcement programs under this chapter;

34 (ii) Not less than seventy percent may be expended for ORV,
35 nonmotorized, and nonhighway road recreation facilities. Except as
36 provided in (d)(iii) of this subsection, of this amount:

37 (A) Not less than thirty percent, together with the funds the

1 committee receives under RCW 46.09.110, may be expended for ORV
2 recreation facilities;

3 (B) Not less than thirty percent may be expended for nonmotorized
4 recreation facilities. Funds expended under this subsection
5 (2)(d)(ii)(B) shall be known as Ira Spring outdoor recreation
6 facilities funds; and

7 (C) Not less than thirty percent may be expended for nonhighway
8 road recreation facilities;

9 (iii) The committee may waive the minimum percentage cited in
10 (d)(ii) of this subsection due to insufficient requests for funds or
11 projects that score low in the committee's project evaluation. Funds
12 remaining after such a waiver must be allocated in accordance with
13 committee policy.

14 (3) On a yearly basis an agency may not, except as provided in RCW
15 46.09.110, expend more than ten percent of the funds it receives under
16 this chapter for general administration expenses incurred in carrying
17 out this chapter.

18 (4) During the ((2003-05)) 2007-09 fiscal biennium, the legislature
19 may appropriate such amounts as reflect the excess fund balance in the
20 NOVA account to ((the interagency committee for outdoor recreation,))
21 the department of natural resources((, the department of fish and
22 wildlife, and the state parks and recreation commission)) for planning
23 and designing consistent off-road vehicle signage at department-managed
24 recreation sites, and for planning recreation opportunities on
25 department-managed lands in the Reiter block and Ahtanum state forest.
26 This appropriation is not required to follow the specific distribution
27 specified in subsection (2) of this section.

28 **Sec. 954.** RCW 70.105D.070 and 2005 c 488 s 926 are each amended to
29 read as follows:

30 (1) The state toxics control account and the local toxics control
31 account are hereby created in the state treasury.

32 (2) The following moneys shall be deposited into the state toxics
33 control account: (a) Those revenues which are raised by the tax
34 imposed under RCW 82.21.030 and which are attributable to that portion
35 of the rate equal to thirty-three one-hundredths of one percent; (b)
36 the costs of remedial actions recovered under this chapter or chapter
37 70.105A RCW; (c) penalties collected or recovered under this chapter;

1 and (d) any other money appropriated or transferred to the account by
2 the legislature. Moneys in the account may be used only to carry out
3 the purposes of this chapter, including but not limited to the
4 following activities:

5 (i) The state's responsibility for hazardous waste planning,
6 management, regulation, enforcement, technical assistance, and public
7 education required under chapter 70.105 RCW;

8 (ii) The state's responsibility for solid waste planning,
9 management, regulation, enforcement, technical assistance, and public
10 education required under chapter 70.95 RCW;

11 (iii) The hazardous waste cleanup program required under this
12 chapter;

13 (iv) State matching funds required under the federal cleanup law;

14 (v) Financial assistance for local programs in accordance with
15 chapters 70.95, 70.95C, 70.95I, and 70.105 RCW;

16 (vi) State government programs for the safe reduction, recycling,
17 or disposal of hazardous wastes from households, small businesses, and
18 agriculture;

19 (vii) Hazardous materials emergency response training;

20 (viii) Water and environmental health protection and monitoring
21 programs;

22 (ix) Programs authorized under chapter 70.146 RCW;

23 (x) A public participation program, including regional citizen
24 advisory committees;

25 (xi) Public funding to assist potentially liable persons to pay for
26 the costs of remedial action in compliance with cleanup standards under
27 RCW 70.105D.030(2)(e) but only when the amount and terms of such
28 funding are established under a settlement agreement under RCW
29 70.105D.040(4) and when the director has found that the funding will
30 achieve both (A) a substantially more expeditious or enhanced cleanup
31 than would otherwise occur, and (B) the prevention or mitigation of
32 unfair economic hardship; and

33 (xii) Development and demonstration of alternative management
34 technologies designed to carry out the top two hazardous waste
35 management priorities of RCW 70.105.150.

36 (3) The following moneys shall be deposited into the local toxics
37 control account: Those revenues which are raised by the tax imposed

1 under RCW 82.21.030 and which are attributable to that portion of the
2 rate equal to thirty-seven one-hundredths of one percent.

3 (a) Moneys deposited in the local toxics control account shall be
4 used by the department for grants or loans to local governments for the
5 following purposes in descending order of priority: (i) Remedial
6 actions; (ii) hazardous waste plans and programs under chapter 70.105
7 RCW; (iii) solid waste plans and programs under chapters 70.95, 70.95C,
8 70.95I, and 70.105 RCW; (iv) funds for a program to assist in the
9 assessment and cleanup of sites of methamphetamine production, but not
10 to be used for the initial containment of such sites, consistent with
11 the responsibilities and intent of RCW 69.50.511; and (v) cleanup and
12 disposal of hazardous substances from abandoned or derelict vessels
13 that pose a threat to human health or the environment. For purposes of
14 this subsection (3)(a)(v), "abandoned or derelict vessels" means
15 vessels that have little or no value and either have no identified
16 owner or have an identified owner lacking financial resources to clean
17 up and dispose of the vessel. Funds for plans and programs shall be
18 allocated consistent with the priorities and matching requirements
19 established in chapters 70.105, 70.95C, 70.95I, and 70.95 RCW. During
20 the 1999-2001 fiscal biennium, moneys in the account may also be used
21 for the following activities: Conducting a study of whether dioxins
22 occur in fertilizers, soil amendments, and soils; reviewing
23 applications for registration of fertilizers; and conducting a study of
24 plant uptake of metals. During the 2005-2007 fiscal biennium, the
25 legislature may transfer from the local toxics control account to the
26 state toxics control account such amounts as specified in the omnibus
27 capital budget bill. During the ((2005-2007)) 2007-2009 fiscal
28 biennium, moneys in the account may also be used for grants to local
29 governments to retrofit public sector diesel equipment and for storm
30 water planning and implementation activities.

31 (b) Funds may also be appropriated to the department of health to
32 implement programs to reduce testing requirements under the federal
33 safe drinking water act for public water systems. The department of
34 health shall reimburse the account from fees assessed under RCW
35 70.119A.115 by June 30, 1995.

36 (4) Except for unanticipated receipts under RCW 43.79.260 through
37 43.79.282, moneys in the state and local toxics control accounts may be
38 spent only after appropriation by statute.

1 (5) One percent of the moneys deposited into the state and local
2 toxics control accounts shall be allocated only for public
3 participation grants to persons who may be adversely affected by a
4 release or threatened release of a hazardous substance and to not-for-
5 profit public interest organizations. The primary purpose of these
6 grants is to facilitate the participation by persons and organizations
7 in the investigation and remedying of releases or threatened releases
8 of hazardous substances and to implement the state's solid and
9 hazardous waste management priorities. However, during the 1999-2001
10 fiscal biennium, funding may not be granted to entities engaged in
11 lobbying activities, and applicants may not be awarded grants if their
12 cumulative grant awards under this section exceed two hundred thousand
13 dollars. No grant may exceed sixty thousand dollars. Grants may be
14 renewed annually. Moneys appropriated for public participation from
15 either account which are not expended at the close of any biennium
16 shall revert to the state toxics control account.

17 (6) No moneys deposited into either the state or local toxics
18 control account may be used for solid waste incinerator feasibility
19 studies, construction, maintenance, or operation.

20 (7) The department shall adopt rules for grant or loan issuance and
21 performance.

22 ~~((8) During the 2005-2007 fiscal biennium, the legislature may
23 transfer from the state toxics control account to the water quality
24 account such amounts as reflect the excess fund balance of the fund.))~~

25 **Sec. 955.** RCW 70.146.030 and 2005 c 518 s 940 and 2005 c 514 s
26 1108 are each reenacted and amended to read as follows:

27 (1) The water quality account is hereby created in the state
28 treasury. Moneys in the account may be used only in a manner
29 consistent with this chapter. Moneys deposited in the account shall be
30 administered by the department of ecology and shall be subject to
31 legislative appropriation. Moneys placed in the account shall include
32 tax receipts as provided in RCW 82.24.027, 82.24.026(2)(d),
33 ~~((82.26.025,))~~ and 82.32.390, principal and interest from the repayment
34 of any loans granted pursuant to this chapter, and any other moneys
35 appropriated to the account by the legislature.

36 (2) The department may use or permit the use of any moneys in the
37 account to make grants or loans to public bodies, including grants to

1 public bodies as cost-sharing moneys in any case where federal, local,
2 or other funds are made available on a cost-sharing basis, for water
3 pollution control facilities and activities, or for purposes of
4 assisting a public body to obtain an ownership interest in water
5 pollution control facilities and/or to defray a part of the payments
6 made by a public body to a service provider under a service agreement
7 entered into pursuant to RCW 70.150.060, within the purposes of this
8 chapter and for related administrative expenses. For the period July
9 1, ((2005)) 2007, to June 30, ((2007)) 2009, moneys in the account may
10 be used to process applications received by the department that seek to
11 make changes to or transfer existing water rights and for other water
12 resources and water quality activities, for water conveyance projects,
13 shoreline technical assistance. Puget Sound education and outreach and
14 for grants and technical assistance to public bodies for watershed
15 planning under chapter 90.82 RCW. No more than three percent of the
16 moneys deposited in the account may be used by the department to pay
17 for the administration of the grant and loan program authorized by this
18 chapter.

19 (3) Beginning with the biennium ending June 30, 1997, the
20 department shall present a biennial progress report on the use of
21 moneys from the account to the chairs of the senate committee on ways
22 and means and the house of representatives committee on appropriations.
23 The first report is due June 30, 1996, and the report for each
24 succeeding biennium is due December 31st of the odd-numbered year. The
25 report shall consist of a list of each recipient, project description,
26 and amount of the grant, loan, or both.

27 **Sec. 956.** RCW 70.146.080 and 2005 c 518 s 941 are each amended to
28 read as follows:

29 Within thirty days after June 30, 1987, and within thirty days
30 after each succeeding fiscal year thereafter, the state treasurer shall
31 determine the tax receipts deposited into the water quality account for
32 the preceding fiscal year. If the tax receipts deposited into the
33 account in each of the fiscal years 1988 and 1989 are less than forty
34 million dollars, the state treasurer shall transfer sufficient moneys
35 from general state revenues into the water quality account to bring the
36 total receipts in each fiscal year up to forty million dollars.

1 For the biennium ending June 30, 1991, if the tax receipts
2 deposited into the water quality account and the earnings on investment
3 of balances credited to the account are less than ninety million
4 dollars, the treasurer shall transfer sufficient moneys from general
5 state revenues into the water quality account to bring the total
6 revenue up to ninety million dollars. The determination and transfer
7 shall be made by July 31, 1991.

8 For fiscal year 1992 and for fiscal years 1995 and 1996 and
9 thereafter, if the tax receipts deposited into the water quality
10 account for each fiscal year are less than forty-five million dollars,
11 the treasurer shall transfer sufficient moneys from general state
12 revenues into the water quality account to bring the total revenue up
13 to forty-five million dollars. However, during the ((2005-2007)) 2007-
14 2009 fiscal biennium, the legislature may specify the transfer of a
15 different amount in the operating budget bill. Determinations and
16 transfers shall be made by July 31 for the preceding fiscal year.

17 **Sec. 957.** RCW 74.08A.340 and 2006 c 265 s 209 are each amended to
18 read as follows:

19 The department of social and health services shall operate the
20 Washington WorkFirst program authorized under RCW 74.08A.200 through
21 74.08A.330, 43.330.145, 74.13.0903 and 74.25.040, and chapter 74.12 RCW
22 within the following constraints:

23 (1) The full amount of the temporary assistance for needy families
24 block grant, plus qualifying state expenditures as appropriated in the
25 biennial operating budget, shall be appropriated to the department each
26 year in the biennial appropriations act to carry out the provisions of
27 the program authorized in RCW 74.08A.200 through 74.08A.330,
28 43.330.145, 74.13.0903 and 74.25.040, and chapter 74.12 RCW.

29 (2)(a) The department may expend funds defined in subsection (1) of
30 this section in any manner that will effectively accomplish the outcome
31 measures defined in RCW 74.08A.410 with the following exception:
32 Beginning with the 2007-2009 biennium, funds that constitute the
33 working connections child care program, child care quality programs,
34 and child care licensing functions.

35 (b) Beginning in the 2007-2009 fiscal biennium, the legislature
36 shall appropriate and the departments of early learning and social and
37 health services shall expend funds defined in subsection (1) of this

1 section that constitute the working connections child care program,
2 child care quality programs, and child care licensing functions in a
3 manner that is consistent with the outcome measures defined in RCW
4 74.08A.410.

5 (c) No more than fifteen percent of the amount provided in
6 subsection (1) of this section may be spent for administrative
7 purposes. For the purpose of this subsection, "administrative
8 purposes" does not include expenditures for information technology and
9 computerization needed for tracking and monitoring required by P.L.
10 104-193. The department shall not increase grant levels to recipients
11 of the program authorized in RCW 74.08A.200 through 74.08A.330 and
12 43.330.145 and chapter 74.12 RCW.

13 (3) The department shall implement strategies that accomplish the
14 outcome measures identified in RCW 74.08A.410 that are within the
15 funding constraints in this section. Specifically, the department
16 shall implement strategies that will cause the number of cases in the
17 program authorized in RCW 74.08A.200 through 74.08A.330 and 43.330.145
18 and chapter 74.12 RCW to decrease by at least fifteen percent during
19 the 1997-99 biennium and by at least five percent in the subsequent
20 biennium. The department may transfer appropriation authority between
21 funding categories within the economic services program in order to
22 carry out the requirements of this subsection.

23 (4) The department shall monitor expenditures against the
24 appropriation levels provided for in subsection (1) of this section.
25 The department shall quarterly make a determination as to whether
26 expenditure levels will exceed available funding and communicate its
27 finding to the legislature. If the determination indicates that
28 expenditures will exceed funding at the end of the fiscal year, the
29 department shall take all necessary actions to ensure that all services
30 provided under this chapter shall be made available only to the extent
31 of the availability and level of appropriation made by the legislature.

32 **Sec. 958.** RCW 79.64.040 and 2005 c 518 s 945 are each amended to
33 read as follows:

34 (1) The board shall determine the amount deemed necessary in order
35 to achieve the purposes of this chapter and shall provide by rule for
36 the deduction of this amount from the moneys received from all leases,
37 sales, contracts, licenses, permits, easements, and rights of way

1 issued by the department and affecting state lands and aquatic lands,
2 provided that no deduction shall be made from the proceeds from
3 agricultural college lands.

4 (2) Moneys received as deposits from successful bidders, advance
5 payments, and security under RCW 79.15.100, 79.15.080, and 79.11.150
6 prior to December 1, 1981, which have not been subjected to deduction
7 under this section are not subject to deduction under this section.

8 (3) Except as otherwise provided in subsection (5) of this section,
9 the deductions authorized under this section shall not exceed twenty-
10 five percent of the moneys received by the department in connection
11 with any one transaction pertaining to state lands and aquatic lands
12 other than second class tide and shore lands and the beds of navigable
13 waters, and fifty percent of the moneys received by the department
14 pertaining to second class tide and shore lands and the beds of
15 navigable waters.

16 (4) In the event that the department sells logs using the contract
17 harvesting process described in RCW 79.15.500 through 79.15.530, the
18 moneys received subject to this section are the net proceeds from the
19 contract harvesting sale.

20 (5) During the ((2005-2007)) 2007-2009 fiscal biennium, the twenty-
21 five percent limitation on deductions set in subsection (3) of this
22 section may be increased up to thirty percent by the board((~~. If so~~
23 ~~increased, the department must provide a report by January 9, 2006, to~~
24 ~~the appropriate committees of the legislature on the use of the~~
25 ~~increased amount~~)), provided the total amount deducted does not exceed
26 the total appropriations in the operating and capital budgets for the
27 fiscal period. At the end of the fiscal period, any amounts deducted
28 in excess of the appropriations shall be transferred to the appropriate
29 beneficiary distribution accounts.

30 NEW SECTION. Sec. 959. A new section is added to chapter 28A.630
31 RCW to read as follows:

32 (1)(a) Research has shown that early, intensive interventions can
33 significantly improve reading, written language, and mathematics skills
34 for children who are struggling academically. This early research-
35 based assistance has been successful in reducing the number of children
36 who require specialized programs. Research further suggests that the
37 disabilities of many students with mild and moderate disabilities are

1 correctable through strategic early intervention and the students do
2 not necessitate special education eligibility. However, by being
3 effective in reducing the number of students eligible for these
4 programs, school district funding is reduced.

5 (b) The purpose of the program in this section is to continue
6 support to the existing pilot districts and to encourage other school
7 districts to participate as pilot districts to improve the
8 implementation of high quality general education research-based core
9 instructional programs to meet the needs of students struggling
10 academically, while reducing the number of students inappropriately
11 referred and placed in special education under the specific learning
12 disability eligibility category because of ineffective instructional
13 practices. This will allow special education programs to concentrate
14 specially designed instruction on students who truly require special
15 education services. The goal of this assistance is to effectively
16 address reading, written language, and mathematics difficulties
17 resulting in a substantially greater proportion of students meeting the
18 progressively increasing performance standards for both the aggregate
19 and disaggregated subgroups under federal law.

20 (c) The participating pilot districts implementing the special
21 services pilot program have met the goals of the pilot program
22 resulting in (i) a substantial number of underachieving students
23 meeting the progressively increasing reading performance standards and
24 (ii) a reduction in the number of children who require special
25 education.

26 (2) Seven school districts may participate in the special services
27 pilot program, including two school districts already participating and
28 five additional school districts. The special services pilot program
29 shall begin in the 2007-08 school year and conclude in the 2010-11
30 school year.

31 (3) School districts participating in the pilot program shall
32 receive state special education funding in accordance with state
33 special education funding formulas and a separate pilot program
34 appropriation from sources other than special education funds. The
35 separate appropriation shall be: (a) The school district's estimated
36 state special education funding for the current year based on the
37 school district's average percentage of students age three through
38 twenty-one who were eligible for special education services for the

1 school year before participation as a pilot program as reported to the
2 office of the superintendent of public instruction; minus (b) the
3 school district's actual state special education funding based on the
4 district's current percentage of students age three through twenty-one
5 eligible for special education services as reported to the
6 superintendent of public instruction.

7 The superintendent shall adjust the factors in (a) of this
8 subsection for one or more participating school districts, where
9 legislative changes to the special education funding formula impact the
10 funding mechanism of this program.

11 (4) Participation in the pilot program shall not increase or
12 decrease a district's ability to access the safety net for high-cost
13 students by virtue of the district's participation in the program.
14 Districts participating in the pilot program shall have access to the
15 special education safety net using a modified application approach for
16 the office of the superintendent of public instruction demonstration of
17 financial need. The superintendent shall create a modified application
18 to include all special education revenues received by the district, all
19 pilot program funding, expenditures for students with individual
20 education programs, and expenditures for students generating pilot
21 program revenue. Districts participating in the pilot program that
22 seek safety net funding shall convincingly demonstrate to the safety
23 net committee that any change in demonstrated need is not attributable
24 to their participation in this pilot program.

25 (5) School districts participating in the program must agree to:

26 (a) Implement the program as part of the school district's general
27 education curriculum for all students;

28 (b) Use a multitiered service delivery system to provide scientific
29 research-based instructional interventions addressing individual
30 student needs in the areas of reading, written language, or
31 mathematics;

32 (c) Develop and implement an assessment system to conduct universal
33 screening, progress monitoring, targeted assessments, and outcome
34 assessments to identify the reading, written language, or mathematics
35 needs of each student and to monitor student progress;

36 (d) Incorporate student-specific data obtained through the pilot
37 program when conducting an evaluation to determine if the student has
38 a disability;

1 (e) Assure that parents are informed of: The amount and nature of
2 student performance data that is collected and the general education
3 services that are provided; the strategies for increasing the student's
4 rate of learning; the parents' right to make a referral for special
5 education evaluation if they suspect the student has a disability; and
6 the parents' right to have input into designed interventions;

7 (f) Assure that parents are provided assessments of achievement at
8 reasonable intervals addressing student progress during instruction;

9 (g) Actively engage parents as partners in the learning process;

10 (h) Comply with state special education requirements; and

11 (i) Participate and provide staff expertise in the design and
12 implementation of an evaluation of the program as determined by the
13 superintendent of public instruction. Districts shall annually review
14 and report progress, including objective measures or indicators that
15 show the progress towards achieving the purpose and goal of the
16 program, to the office of the superintendent of public instruction.

17 (6) By December 15, 2010, the superintendent of public instruction
18 shall submit a report to the governor and appropriate committees of the
19 legislature that summarizes the effectiveness of the pilot program in
20 this section. The report shall also include a recommendation as to
21 whether or not the pilot program should be continued, expanded, or
22 otherwise modified.

23 (7) This section expires June 30, 2011.

24 NEW SECTION. **Sec. 960.** The governor's committee on disability
25 issues and employment is supported through resources provided by state
26 agencies. Within appropriations contained in this act, the office of
27 financial management shall direct agencies that report directly to the
28 governor to enter into contracts with the governor's committee on
29 disability issues and employment for a total level not to exceed
30 \$377,000 for fiscal year 2008 and \$398,000 for fiscal year 2009.

31 NEW SECTION. **Sec. 961.** A legislative task force on laws related
32 to community custody and community supervision is created as generally
33 described in Engrossed Substitute Senate Bill No. 6157 (offender
34 recidivism).

35 (1) The task force shall be composed of fifteen members appointed
36 in the following manner:

1 (a) The president of the senate shall appoint one member from each
2 of the two largest caucuses of the senate;

3 (b) The speaker of the house of representatives shall appoint one
4 member from each of the two largest caucuses of the house of
5 representatives;

6 (c) The governor shall appoint the chair of the task force and the
7 following members:

8 (i) A superior court judge;

9 (ii) A representative of a prosecutor's association;

10 (iii) A defense attorney or representative of an organization of
11 defense attorneys;

12 (iv) A representative of local elected officials;

13 (v) A sheriff or representative of an organization of sheriffs;

14 (vi) A police chief or representative of an organization of police
15 chiefs;

16 (vii) A community corrections officer;

17 (viii) A crime victim or advocate; and

18 (d) The following agencies shall also be represented on the
19 committee:

20 (i) The attorney general, or the attorney general's designee; and

21 (ii) The secretary of the department of corrections, or the
22 secretary's designee.

23 (2) The task force shall, with input from the public and other
24 interested organizations, review and analyze statutes related to
25 community custody and community supervision of offenders and make
26 specific recommendations, if any, for modifications to those statutes
27 that would reduce ambiguity in the law and enable the department of
28 corrections and its community corrections officers to more easily
29 identify statutory requirements associated with an offender's sentence
30 and an offender's term of community custody or supervision; and more
31 effectively respond to an offender's behavior by imposing appropriate
32 and timely sanctions when necessary. Whenever possible,
33 recommendations in the report shall site to specific evidence-based or
34 promising programs to support the recommendation, or to sources such as
35 the Washington institute for public policy, the national institute for
36 justice, or the bureau of justice assistance.

37 (3) The task force shall submit its report and recommendations to
38 the governor and the legislature by November 1, 2007.

1 (4) Staff support shall be provided by the office of financial
2 management, senate committee services, and the house of representatives
3 office of program research. The Washington state institute for public
4 policy, the department of corrections, and the sentencing guidelines
5 commission shall cooperate with the task force and provide information
6 and support reasonably requested by the task force. Nonlegislative
7 members of the task force shall serve without compensation, but shall
8 be reimbursed for travel expenses as provided in RCW 43.03.050 and
9 43.03.060. Legislative members of the task force shall be reimbursed
10 for travel expenses in accordance with RCW 44.04.120.

11 NEW SECTION. **Sec. 962.** (1) The legislature intends to improve the
12 administration and coordination of state information technology. The
13 legislature finds that opportunities are being missed to use the
14 expertise in the department of information services and to leverage the
15 purchasing power of the department to drive down the cost of securing
16 information services.

17 (2) The office of financial management, the department of
18 information services, and the legislature shall form a 2007 interim
19 workgroup on improving state strategies, administration, and
20 coordination of information technology. The workgroup shall consist
21 of:

22 (a) The director or designee of the department of information
23 services, and the director or designee of the office of financial
24 management;

25 (b) A member of the information services board;

26 (c) Two members of the senate, appointed by the president of the
27 senate, one member from each of the two largest caucuses of the senate;

28 (d) Two members of the house of representatives, appointed by the
29 speaker of the house, one member from each of the two largest caucuses
30 of the house of representatives;

31 (e) The workgroup shall invite representatives of the following to
32 participate:

33 (i) One large state agency;

34 (ii) One small agency;

35 (iii) The state board for community and technical colleges;

36 (iv) The state library;

37 (v) A research university;

- 1 (vi) A regional university; and
2 (vii) Two members of the public.
- 3 (f) The workgroup shall choose its cochairs from among its
4 legislative membership.
- 5 (3) The workgroup shall review the following issues:
6 (a) A statewide information services strategy;
7 (b) The approval and oversight process of information technology
8 projects;
9 (c) Leveraging the expertise and purchasing power of the department
10 of information services;
11 (d) Strengthening the role of the information services board in
12 enhancing the utilization of services offered by the department of
13 information services; and
14 (e) Opportunities to provide cost efficient and equitable access to
15 digital resources, including online databases, for faculty and students
16 at public institutions of higher education, state employees, and the
17 public.
- 18 (4) As part of its review, the workgroup shall consider approaches
19 used in other states to achieve its goals.
- 20 (5) Staff support for the workgroup shall be provided by the senate
21 committee services, the house of representatives office of program
22 research, the office of financial management, and the department of
23 information services.
- 24 (6) Legislative members of the workgroup shall be reimbursed for
25 travel expenses in accordance with RCW 44.04.120.
- 26 (7) The task force shall report its findings and recommendations to
27 the governor and the appropriate committees of the legislature by
28 December 1, 2007.
- 29 (8) This section expires December 31, 2007.

(End of part)

PART X

GENERAL GOVERNMENT

Sec. 1001. 2006 c 372 s 108 (uncodified) is amended to read as follows:

FOR THE SUPREME COURT

Table with 2 columns: Description and Amount. Rows include General Fund--State Appropriation (FY 2006), General Fund--State Appropriation (FY 2007), Pension Funding Stabilization Account Appropriation, and TOTAL APPROPRIATION.

Sec. 1002. 2006 c 372 s 111 (uncodified) is amended to read as follows:

FOR THE COURT OF APPEALS

Table with 2 columns: Description and Amount. Rows include General Fund--State Appropriation (FY 2006), General Fund--State Appropriation (FY 2007), Pension Funding Stabilization Account Appropriation, and TOTAL APPROPRIATION.

Sec. 1003. 2006 c 372 s 112 (uncodified) is amended to read as follows:

FOR THE ADMINISTRATOR FOR THE COURTS

Table with 2 columns: Description and Amount. Rows include General Fund--State Appropriation (FY 2006), General Fund--State Appropriation (FY 2007), Public Safety and Education Account--State Appropriation, Judicial Information Systems Account--State Appropriation, Pension Funding Stabilization Account Appropriation, and TOTAL APPROPRIATION.

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

3 (1) \$900,000 of the general fund--state appropriation for fiscal
4 year 2006 and \$900,000 of the general fund--state appropriation for
5 fiscal year 2007 are provided solely for court-appointed special
6 advocates in dependency matters. The administrator for the courts,
7 after consulting with the association of juvenile court administrators
8 and the association of court-appointed special advocate/guardian ad
9 litem programs, shall distribute the funds to volunteer court-appointed
10 special advocate/guardian ad litem programs. The distribution of
11 funding shall be based on the number of children who need volunteer
12 court-appointed special advocate representation and shall be equally
13 accessible to all volunteer court-appointed special advocate/guardian
14 ad litem programs. The administrator for the courts shall not retain
15 more than six percent of total funding to cover administrative or any
16 other agency costs.

17 (2) \$3,000,000 of the public safety and education account
18 appropriation is provided solely for school district petitions to
19 juvenile court for truant students as provided in RCW 28A.225.030 and
20 28A.225.035. The office of the administrator for the courts shall
21 develop an interagency agreement with the office of the superintendent
22 of public instruction to allocate the funding provided in this
23 subsection. Allocation of this money to school districts shall be
24 based on the number of petitions filed.

25 (3) \$13,224,000 of the public safety and education account
26 appropriation is provided solely for distribution to county juvenile
27 court administrators to fund the costs of processing truancy, children
28 in need of services, and at-risk youth petitions. The office of the
29 administrator for the courts shall not retain any portion of these
30 funds to cover administrative costs. The office of the administrator
31 for the courts, in conjunction with the juvenile court administrators,
32 shall develop an equitable funding distribution formula. The formula
33 shall neither reward counties with higher than average per-petition
34 processing costs nor shall it penalize counties with lower than average
35 per-petition processing costs.

36 (4) The distributions made under subsection (3) of this section and
37 distributions from the county criminal justice assistance account made

1 pursuant to section 801 of this act constitute appropriate
2 reimbursement for costs for any new programs or increased level of
3 service for purposes of RCW 43.135.060.

4 (5) Each fiscal year during the 2005-07 fiscal biennium, each
5 county shall report the number of petitions processed and the total
6 actual costs of processing truancy, children in need of services, and
7 at-risk youth petitions. Counties shall submit the reports to the
8 administrator for the courts no later than 45 days after the end of the
9 fiscal year. The administrator for the courts shall electronically
10 transmit this information to the chairs and ranking minority members of
11 the house of representatives appropriations committee and the senate
12 ways and means committee no later than 60 days after a fiscal year
13 ends. These reports are deemed informational in nature and are not for
14 the purpose of distributing funds.

15 (6) \$82,000 of the general fund--state appropriation for fiscal
16 year 2006 and \$82,000 of the general fund--state appropriation for
17 fiscal year 2007 are provided solely for the implementation of House
18 Bill No. 1112 (creating an additional superior court position). If the
19 bill is not enacted by June 30, 2005, the amounts in this subsection
20 shall lapse.

21 (7) \$75,000 of the general fund--state appropriation for fiscal
22 year 2006 is provided solely for the implementation of Substitute House
23 Bill No. 1854 (driving privilege) and Engrossed Second Substitute
24 Senate Bill No. 5454 (court operations). If neither bill is enacted by
25 June 30, 2005, the amount in this subsection shall lapse.

26 (8) \$569,000 of the general fund--state appropriation for fiscal
27 year 2007 is provided solely for the juror pay pilot and research
28 project.

29 (9) Any contract committing judicial information systems account
30 moneys in the 2007-2009 biennium for replacement of the core case
31 management system shall be agreed to only to meet the conditions
32 specified in section 113 of this act. If the conditions have been met,
33 additional contracts may be signed.

34 **Sec. 1004.** 2006 c 372 s 114 (uncodified) is amended to read as
35 follows:

36 **FOR THE OFFICE OF CIVIL LEGAL AID**
37 General Fund--State Appropriation (FY 2006) \$3,083,000

1	General Fund--State Appropriation (FY 2007)	\$3,232,000
2	Public Safety and Education Account--State	
3	Appropriation	\$4,705,000
4	Violence Reduction and Drug Enforcement Account--	
5	State Appropriation	\$2,987,000
6	TOTAL APPROPRIATION	\$14,007,000

7 The appropriations in this section are subject to the following
8 conditions and limitations: An amount not to exceed \$40,000 of the
9 general fund--state appropriation for fiscal year 2007 may be used to
10 provide telephonic legal advice and assistance to otherwise eligible
11 persons who are sixty years or older on matters authorized by RCW
12 2.53.030(2)(a) through (k) regardless of household income or asset
13 level.

14 **Sec. 1005.** 2006 c 372 s 118 (uncodified) is amended to read as
15 follows:

16 **FOR THE SECRETARY OF STATE**

17	General Fund--State Appropriation (FY 2006)	\$21,593,000
18	General Fund--State Appropriation (FY 2007)	(\$18,473,000)
19		<u>\$19,028,000</u>
20	General Fund--Federal Appropriation	\$7,099,000
21	General Fund--Private/Local Appropriation	\$207,000
22	Archives and Records Management Account--State	
23	Appropriation	\$8,210,000
24	Department of Personnel Services Account--State	
25	Appropriation	\$721,000
26	Local Government Archives Account--State	
27	Appropriation	\$12,398,000
28	Election Account--Federal Appropriation	\$53,010,000
29	Pension Funding Stabilization Account Appropriation	\$66,000
30	TOTAL APPROPRIATION	(\$121,777,000)
31		<u>\$122,332,000</u>

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

34 (1) \$3,472,000 of the general fund--state appropriation for fiscal
35 year 2006 is provided solely to reimburse counties for the state's
36 share of primary and general election costs and the costs of conducting

1 mandatory recounts on state measures. Counties shall be reimbursed
2 only for those odd-year election costs that the secretary of state
3 validates as eligible for reimbursement.

4 (2) \$2,441,000 of the general fund--state appropriation for fiscal
5 year 2006 and \$2,403,000 of the general fund--state appropriation for
6 fiscal year 2007 are provided solely for the verification of initiative
7 and referendum petitions, maintenance of related voter registration
8 records, and the publication and distribution of the voters and
9 candidates pamphlet.

10 (3) \$125,000 of the general fund--state appropriation for fiscal
11 year 2006 and \$118,000 of the general fund--state appropriation for
12 fiscal year 2007 are provided solely for legal advertising of state
13 measures under RCW 29.27.072.

14 (4)(a) \$2,028,004 of the general fund--state appropriation for
15 fiscal year 2006 and \$2,382,772 of the general fund--state
16 appropriation for fiscal year 2007 are provided solely for contracting
17 with a nonprofit organization to produce gavel-to-gavel television
18 coverage of state government deliberations and other events of
19 statewide significance during the 2005-07 biennium. The funding level
20 for each year of the contract shall be based on the amount provided in
21 this subsection. The nonprofit organization shall be required to raise
22 contributions or commitments to make contributions, in cash or in kind,
23 in an amount equal to forty percent of the state contribution. The
24 office of the secretary of state may make full or partial payment once
25 all criteria in (a) and (b) of this subsection have been satisfactorily
26 documented.

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

32 (c) The nonprofit organization shall prepare an annual independent
33 audit, an annual financial statement, and an annual report, including
34 benchmarks that measure the success of the nonprofit organization in
35 meeting the intent of the program.

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

1 (i) Attempting to influence the passage or defeat of any
2 legislation by the legislature of the state of Washington, by any
3 county, city, town, or other political subdivision of the state of
4 Washington, or by the congress, or the adoption or rejection of any
5 rule, standard, rate, or other legislative enactment of any state
6 agency;

7 (ii) Making contributions reportable under chapter 42.17 RCW; or
8 (iii) Providing any: (A) Gift; (B) honoraria; or (C) travel,
9 lodging, meals, or entertainment to a public officer or employee.

10 (5) \$196,000 of the general fund--state appropriation for fiscal
11 year 2006 and \$173,000 of the general fund--state appropriation for
12 fiscal year 2007 are provided for the implementation of House Bill No.
13 1749 (county election procedures). If the bill is not enacted by June
14 30, 2005, the amounts provided in this subsection shall lapse.

15 (6) \$110,000 of the general fund--state appropriation for fiscal
16 year 2006 is provided solely for the purposes of settling all claims in
17 *Washington State Democratic Party, et al. v. Sam S. Reed, et al.*,
18 United States District Court Western District of Washington at Tacoma
19 Cause No. C00-5419FDB and related appeal. The expenditure of this
20 appropriation is contingent on the release of all claims in the case
21 and related appeal, and total settlement costs shall not exceed the
22 appropriation in this subsection.

23 (7) \$131,000 of the general fund--state appropriation for fiscal
24 year 2006 and \$196,000 of the general fund--state appropriation for
25 fiscal year 2007 are provided solely for expenditures related to the
26 *Farrakhan v. Locke* litigation.

27 **Sec. 1006.** 2006 c 372 s 122 (uncodified) is amended to read as
28 follows:

29 **FOR THE STATE AUDITOR**

30	General Fund--State Appropriation (FY 2006)	\$1,258,000
31	General Fund--State Appropriation (FY 2007)	(\$351,000)
32		<u>\$748,000</u>
33	State Auditing Services Revolving Account--State	
34	Appropriation	\$14,011,000
35	Pension Funding Stabilization Account Appropriation	\$4,000
36	TOTAL APPROPRIATION	(\$15,624,000)
37		<u>\$16,021,000</u>

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

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

8 (2) \$731,000 of the general fund--state appropriation for fiscal
9 year 2006 and \$727,000 of the general fund--state appropriation for
10 fiscal year 2007 are provided solely for staff and related costs to
11 verify the accuracy of reported school district data submitted for
12 state funding purposes; conduct school district program audits of state
13 funded public school programs; establish the specific amount of state
14 funding adjustments whenever audit exceptions occur and the amount is
15 not firmly established in the course of regular public school audits;
16 and to assist the state special education safety net committee when
17 requested.

18 (3) The office shall report to the office of financial management
19 and the appropriate fiscal committees of the legislature detailed
20 information on risk-based auditing, its theory, and its application for
21 the audits performed on Washington state government. The report shall
22 include an explanation of how the office identifies, measures, and
23 prioritizes risk, the manner in which the office uses these factors in
24 the planning and execution of the audits of Washington state
25 government, and the methods and procedures used in the conduct of the
26 risk-based audits themselves. The report is due no later than December
27 1, 2005.

28 (4) \$100,000 of the general fund--state appropriation for fiscal
29 year 2006 is provided solely for the implementation of Engrossed
30 Substitute House Bill No. 1064 (government performance).

31 (5) \$16,000 of the general fund--state appropriation for fiscal
32 year 2006 is provided for a review of special education excess cost
33 accounting and reporting requirements. The state auditor's office
34 shall coordinate this work with the joint legislative audit and review
35 committee's review of the special education excess cost accounting
36 methodology and expenditure reporting requirements. The state
37 auditor's review shall include an examination of whether school
38 districts are (a) appropriately implementing the excess cost accounting

1 methodology; (b) consistently charging special education expenses to
2 the special education and basic education programs; (c) appropriately
3 determining the percentage of expenditures that should be charged to
4 the special education and basic education programs; and (d)
5 appropriately and consistently reporting special education
6 expenditures. The results of this review will be included in the joint
7 legislative audit and review committee's report issued in January 2006.

8 **Sec. 1007.** 2006 c 372 s 124 (uncodified) is amended to read as
9 follows:

10 **FOR THE ATTORNEY GENERAL**

11	General Fund--State Appropriation (FY 2006)	\$5,724,000
12	General Fund--State Appropriation (FY 2007)	\$5,844,000
13	General Fund--Federal Appropriation	\$3,428,000
14	Public Safety and Education Account--State	
15	Appropriation	\$2,307,000
16	New Motor Vehicle Arbitration Account--State	
17	Appropriation	\$1,315,000
18	Legal Services Revolving Account--State	
19	Appropriation	((\$191,627,000))
20		<u>\$195,307,000</u>
21	Tobacco Prevention and Control Account--State	
22	Appropriation	\$270,000
23	Pension Funding Stabilization Account Appropriation	\$21,000
24	TOTAL APPROPRIATION	((\$210,536,000))
25		<u>\$214,216,000</u>

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

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

34 (2) Prior to entering into any negotiated settlement of a claim
35 against the state that exceeds five million dollars, the attorney
36 general shall notify the director of financial management and the

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

3 **Sec. 1008.** 2006 c 372 s 126 (uncodified) is amended to read as
4 follows:

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

6	General Fund--State Appropriation (FY 2006)	\$67,758,000
7	General Fund--State Appropriation (FY 2007)	(\$60,229,000)
8		<u>\$60,992,000</u>
9	General Fund--Federal Appropriation	(\$258,085,000)
10		<u>\$257,888,000</u>
11	General Fund--Private/Local Appropriation	\$12,422,000
12	Public Safety and Education Account--State	
13	Appropriation	\$5,443,000
14	Public Works Assistance Account--State	
15	Appropriation	\$3,430,000
16	Tourism Development and Promotion Account	
17	Appropriation	\$300,000
18	Drinking Water Assistance Administrative Account--	
19	State Appropriation	\$345,000
20	Lead Paint Account--State Appropriation	\$6,000
21	Building Code Council Account--State Appropriation	\$1,133,000
22	Administrative Contingency Account--State	
23	Appropriation	\$1,809,000
24	Low-Income Weatherization Assistance Account--State	
25	Appropriation	\$8,362,000
26	Violence Reduction and Drug Enforcement Account--State	
27	Appropriation	\$7,234,000
28	Manufactured Home Installation Training Account--State	
29	Appropriation	\$240,000
30	Community and Economic Development Fee Account--State	
31	Appropriation	\$1,570,000
32	Washington Housing Trust Account--State	
33	Appropriation	\$33,536,000
34	Homeless Families Services Account--State	
35	Appropriation	\$300,000
36	Public Facility Construction Loan Revolving	
37	Account--State Appropriation	\$616,000

1 Pension Funding Stabilization Account Appropriation \$87,000
2 TOTAL APPROPRIATION (~~(\$462,905,000)~~)
3 \$463,471,000

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

6 (1) \$2,838,000 of the general fund--state appropriation for fiscal
7 year 2006 and \$2,838,000 of the general fund--state appropriation for
8 fiscal year 2007 are provided solely for a contract with the Washington
9 technology center for work essential to the mission of the Washington
10 technology center and conducted in partnership with universities. The
11 center shall not pay any increased indirect rate nor increases in other
12 indirect charges above the absolute amount paid during the 1995-97
13 fiscal biennium.

14 (2) \$5,902,000 of the general fund--federal appropriation is
15 provided solely for the justice assistance grant program, to be
16 distributed in state fiscal year 2006 as follows:

17 (a) \$2,064,000 to local units of government to continue
18 multijurisdictional narcotics task forces;

19 (b) \$330,000 to the department to continue the drug prosecution
20 assistance program in support of multijurisdictional narcotics task
21 forces;

22 (c) \$675,000 to the Washington state patrol for coordination,
23 investigative, and supervisory support to the multijurisdictional
24 narcotics task forces and for methamphetamine education and response;

25 (d) \$20,000 to the department for tribal law enforcement;

26 (e) \$345,000 to the department to continue domestic violence legal
27 advocacy;

28 (f) \$60,000 to the department for community-based advocacy services
29 to victims of violent crime, other than sexual assault and domestic
30 violence;

31 (g) \$351,000 to the department of social and health services,
32 division of alcohol and substance abuse, for juvenile drug courts in
33 eastern and western Washington;

34 (h) \$626,000 to the department of social and health services to
35 continue youth violence prevention and intervention projects;

36 (i) \$97,000 to the department to continue evaluation of this grant
37 program;

1 (j) \$290,000 to the office of financial management for criminal
2 history records improvement;

3 (k) \$580,000 to the department for required grant administration,
4 monitoring, and reporting on justice assistance grant programs; and

5 (l) \$464,000 to the department for distribution to small
6 municipalities.

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

19 (3) \$3,600,000 of the general fund--federal appropriation is
20 provided solely for the justice assistance grant program, to be
21 distributed in state fiscal year 2007 as follows:

22 (a) \$2,013,000 to local units of government to continue
23 multijurisdictional narcotics task forces;

24 (b) \$330,000 to the department to continue the drug prosecution
25 assistance program in support of multijurisdictional narcotics task
26 forces;

27 (c) \$675,000 to the Washington state patrol for coordination,
28 investigative, and supervisory support to the multijurisdictional
29 narcotics task forces;

30 (d) \$110,000 to the department to support the governor's council on
31 substance abuse;

32 (e) \$97,000 to the department to continue evaluation of the justice
33 assistance grant program;

34 (f) \$360,000 to the department for required grant administration,
35 monitoring, and reporting on justice assistance grant programs; and

36 (g) \$15,000 to the department for a tribal and local law
37 enforcement statewide summit.

1 (4) \$1,658,000 of the general fund--state appropriation for fiscal
2 year 2007 is provided solely for multijurisdictional drug task forces.
3 The funding for this amount, and the amounts provided in subsection
4 (3)(a) and (b) of this section, will be distributed in a manner so that
5 all drug task forces funded in fiscal year 2004 will receive funding in
6 fiscal year 2007 at amounts similar to the amounts received in fiscal
7 year 2004.

8 (5) \$170,000 of the general fund--state appropriation for fiscal
9 year 2006 and \$700,000 of the general fund--state appropriation for
10 fiscal year 2007 are provided solely to fund domestic violence legal
11 advocacy, in recognition of reduced federal grant funding.

12 (6) \$28,848,000 of the general fund--state appropriation for fiscal
13 year 2006 is provided solely for providing early childhood education
14 assistance. Of this amount, \$1,497,000 is provided solely to increase
15 the number of children receiving education, and \$1,052,000 is provided
16 solely for a targeted vendor rate increase.

17 (7) Repayments of outstanding loans granted under RCW 43.63A.600,
18 the mortgage and rental assistance program, shall be remitted to the
19 department, including any current revolving account balances. The
20 department shall contract with a lender or contract collection agent to
21 act as a collection agent of the state. The lender or contract
22 collection agent shall collect payments on outstanding loans, and
23 deposit them into an interest-bearing account. The funds collected
24 shall be remitted to the department quarterly. Interest earned in the
25 account may be retained by the lender or contract collection agent, and
26 shall be considered a fee for processing payments on behalf of the
27 state. Repayments of loans granted under this chapter shall be made to
28 the lender or contract collection agent as long as the loan is
29 outstanding, notwithstanding the repeal of the chapter.

30 (8) \$1,288,000 of the Washington housing trust account--state
31 appropriation is provided solely to implement Engrossed House Bill No.
32 1074. If the bill is not enacted by June 30, 2005, the amounts in this
33 subsection shall lapse.

34 (9) \$725,000 of the general fund--state appropriation for fiscal
35 year 2006 and \$725,000 of the general fund--state appropriation for
36 fiscal year 2007 are provided solely for food banks to obtain and
37 distribute additional nutritious food; and purchase equipment to
38 transport and store perishable products.

1 (10) \$1,000,000 of the general fund--state appropriation for fiscal
2 year 2006 and \$1,000,000 of the general fund--state appropriation for
3 fiscal year 2007 are provided solely for the community services block
4 grant program to help meet current service demands that exceed
5 available community action resources.

6 (11) \$215,000 of the general fund--state appropriation for fiscal
7 year 2006 is provided solely for matching funds for a federal economic
8 development administration grant awarded to the city of Kent to conduct
9 a feasibility study and economic analysis for the establishment of a
10 center for advanced manufacturing.

11 (12) \$20,000 of the general fund--state appropriation for fiscal
12 year 2006 is provided solely for the department to compile a report on
13 housing stock in Washington state to identify areas of potentially high
14 risk for child lead exposure. This report shall include an analysis of
15 existing data regarding the ages of housing stock in specific regions
16 and an analysis of data regarding actual lead poisoning cases, which
17 shall be provided by the department of health's childhood lead
18 poisoning surveillance program.

19 (13) \$150,000 of the general fund--state appropriation for fiscal
20 year 2006 is provided solely for the Cascade land conservancy to
21 develop and implement a plan for regional conservation within King,
22 Kittitas, Pierce, and Snohomish counties.

23 (14) \$50,000 of the general fund--state appropriation for fiscal
24 year 2006 is provided solely for the support, including safety and
25 security costs, of the America's freedom salute to be held in the
26 Vancouver, Washington area.

27 (15) \$250,000 of the general fund--state appropriation for fiscal
28 year 2006 and \$250,000 of the general fund--state appropriation for
29 fiscal year 2007 are provided solely to Snohomish county for a law
30 enforcement and treatment methamphetamine pilot program. \$250,000 of
31 the general fund--state appropriation for fiscal year 2006 and \$250,000
32 of the general fund--state appropriation for fiscal year 2007 are
33 provided solely to the Pierce county alliance's methamphetamine family
34 services treatment program and safe streets of Tacoma's methamphetamine
35 prevention service.

36 (16) \$50,000 of the general fund--state appropriation is provided
37 solely for one pilot project to promote the study and implementation of
38 safe neighborhoods through community planning.

1 (17) \$287,000 of the general fund--state appropriation for fiscal
2 year 2006 and \$288,000 of the general fund--state appropriation for
3 fiscal year 2007 are provided solely for Walla Walla community college
4 to establish the water and environmental studies center to provide
5 workforce education and training, encourage innovative approaches and
6 practices that address environmental and cultural issues, and
7 facilitate the Walla Walla watershed alliance role in promoting
8 communication leading to cooperative conservation efforts that
9 effectively address urban and rural water and environmental issues.

10 (18) \$50,000 of the general fund--state appropriation for fiscal
11 year 2006 is provided solely for work with the northwest food
12 processors association on the food processing cluster development
13 project.

14 (19) \$140,000 of the general fund--state appropriation for fiscal
15 year 2006 and \$210,000 of the general fund--state appropriation for
16 fiscal year 2007 are provided solely for the northwest agriculture
17 incubator project, which will support small farms in economic
18 development.

19 (20) \$75,000 of the general fund--state appropriation for fiscal
20 year 2006 and \$75,000 of the general fund--state appropriation for
21 fiscal year 2007 are provided solely to the department of community,
22 trade, and economic development as the final appropriation for the
23 youth assessment center in Pierce county for activities dedicated to
24 reducing the rate of incarceration of juvenile offenders.

25 (21) \$235,000 of the general fund--state appropriation for fiscal
26 year 2006 and \$235,000 of the general fund--state appropriation for
27 fiscal year 2007 are provided solely for the implementation of the
28 small business incubator program. \$250,000 must be distributed as
29 grants and must be matched by an equal amount of private funds.

30 (22) The department shall coordinate any efforts geared towards the
31 2010 Olympics with the regional effort being conducted by the Pacific
32 northwest economic region, a statutory committee.

33 (23) \$75,000 of the general fund--state appropriation for fiscal
34 year 2006 and \$75,000 of the general fund--state appropriation for
35 fiscal year 2007 are provided solely for HistoryLink to expand its
36 free, noncommercial online encyclopedia service on state and local
37 history.

1 (24) \$25,000 of the general fund--state appropriation for fiscal
2 year 2006 and \$25,000 of the general fund--state appropriation for
3 fiscal year 2007 are provided solely for Women's Hearth, a nonprofit
4 program serving the Spokane area's homeless and low-income women.

5 (25) \$250,000 of the general fund--state appropriation for fiscal
6 year 2006 is provided solely to the Pacific Science Center to host the
7 dead sea scrolls exhibition in September 2006.

8 (26) \$2,000,000 of the general fund--state appropriation for fiscal
9 year 2007 is provided solely for providing statewide sexual assault
10 services.

11 (27) \$96,000 of the general fund--state appropriation for fiscal
12 year 2007 is provided solely for the Olympic loop of the great
13 Washington state birding trail.

14 (28) \$529,000 of the general fund--federal appropriation is
15 provided solely for the department to provide to the department of
16 archeology and historic preservation through an interagency agreement.
17 The full amount of federal funding shall be transferred. The
18 department of community, trade, and economic development shall not
19 retain any portion for administrative purposes.

20 (29) \$150,000 of the general fund--state appropriation in fiscal
21 year 2007 is provided solely to assist the suburban cities association,
22 King county, and the cities of Seattle and Bellevue to comply with the
23 most acute buildable lands needs countywide. Of this amount, \$50,000
24 is provided solely to the suburban cities association to fully fund a
25 buildable lands program manager position.

26 (30) \$116,000 of the general fund--state appropriation for fiscal
27 year 2007 is provided solely for an increase to the statewide
28 coordination of the volunteer programs for court-appointed special
29 advocates.

30 (31) \$25,000 of the general fund--state appropriation for fiscal
31 year 2007 is provided solely for the energy facilities siting and
32 evaluation council to make rules related to RCW 80.70.070, the carbon
33 dioxide mitigation statute.

34 (32) \$712,000 of the general fund--state appropriation for fiscal
35 year 2007 is provided solely for the department to provide each county
36 with an additional 0.5 FTE for prosecutors' victim/witness units.

37 (33) \$250,000 of the general fund--state appropriation for fiscal
38 year 2007 is provided solely for the department to implement two

1 demonstration pilot projects related to transfer of development rights
2 in cooperation with Snohomish and Pierce county legislative
3 authorities. Projects may receive no more than \$100,000.

4 (34) \$250,000 of the general fund--state appropriation for fiscal
5 year 2007 is provided solely for the Seattle police department, and is
6 to be divided evenly between the weed and seed programs in southeast
7 Seattle and South Delridge/White Center to mitigate a one-year funding
8 lapse from the federal department of justice. This appropriation is
9 for the continuation of community police work and community building in
10 these areas.

11 (35) \$125,000 of the general fund--state appropriation for fiscal
12 year 2007 is provided solely to the Thurston county prosecutor's
13 office, for the Rochester weed and seed program to mitigate a one-year
14 funding lapse from the federal department of justice. This
15 appropriation is for the continuation of community police work and
16 community building in Rochester.

17 (36) \$250,000 of the general fund--state appropriation for fiscal
18 year 2007 is provided solely to the city of Poulsbo for the reopening
19 of the Poulsbo marine science center as an educational facility on the
20 Puget Sound marine environment.

21 (37) \$544,000 of the general fund--state appropriation for fiscal
22 year 2007 is provided solely for an upgrade to discovery park's
23 daybreak star cultural center electrical system.

24 (38) \$670,000 of the housing trust account appropriation is
25 provided solely for the implementation of Engrossed Second Substitute
26 House Bill No. 2418 (affordable housing program). If the bill is not
27 enacted by June 30, 2006, the amount provided in this subsection shall
28 lapse.

29 (39) \$400,000 of the general fund--state appropriation for fiscal
30 year 2007 is provided solely for the implementation of Second
31 Substitute House Bill No. 2498 (cluster-based economic development).
32 If the bill is not enacted by June 30, 2006, the amount provided in
33 this subsection shall lapse.

34 (40) \$186,000 of the general fund--local appropriation for fiscal
35 year 2007 is provided solely for the implementation of Substitute House
36 Bill No. 2402 (energy facilities). If the bill is not enacted by June
37 30, 2006, the amount provided in this subsection shall lapse.

1 (41) \$118,000 of the general fund--state appropriation for fiscal
2 year 2007 is provided solely for the implementation of House Bill No.
3 3156 (low income persons). If the bill is not enacted by June 30,
4 2006, the amount provided in this subsection shall lapse.

5 (~~(43)~~) (42) \$200,000 of the general fund--state appropriation for
6 fiscal year 2007 is provided solely for one-time backfill of the
7 federal reductions to the safe and drug free schools and communities
8 grant program.

9 (~~(44)~~) (43) \$300,000 of the general fund--state appropriation for
10 fiscal year 2007 is provided solely for the developmental disabilities
11 council to contract for legal services for individuals with
12 developmental disabilities who are served or are entering the community
13 protection program in the department of social and health services
14 division of developmental disabilities. Funding shall be prioritized
15 for those individuals who do not have paid legal guardians, but is
16 available to all community protection clients, subject to available
17 funds.

18 (~~(45)~~) (44) \$100,000 of the fiscal year 2006 general fund--state
19 appropriation is provided solely for tourism branding and marketing
20 associated with the January 2007 United States figure skating
21 championships in Spokane. It is the intent of the legislature to
22 provide an additional \$500,000 during the 2007-09 fiscal biennium for
23 the payment of one-half of the hosting fee if Spokane is designated as
24 the host city of the 2009 world figure skating championships. The
25 funds provided under this section are contingent on an equal amount of
26 matching funds from nonstate sources.

27 (~~(46)~~) (45) \$50,000 of the general fund--state appropriation for
28 fiscal year 2007 is provided solely to the Pacific northwest economic
29 region as matching funds for use in the development and operation of a
30 regional tourism initiative in coordination with the department and
31 consistent with the governor's initiatives on marketing, tourism, and
32 trade. The department and the Pacific northwest economic region will
33 jointly establish appropriate deliverables. The first \$25,000 of this
34 amount will be released when the Pacific northwest economic region has
35 secured at least \$75,000 in funding from other public and private
36 sources. The final \$25,000 of this amount will be released when the
37 Pacific northwest economic region has secured an additional \$75,000 in

1 funding from other public and private sources. A minimum of 25 percent
2 of the matching funds raised by the Pacific northwest economic region
3 for the initiative shall be from private sources.

4 ~~((47))~~ (46) \$50,000 of the general fund--state appropriation for
5 fiscal year 2006 and \$50,000 of the general fund--state appropriation
6 for fiscal year 2007 are provided solely to the international trade
7 alliance of Spokane to partnership with other regional governments to
8 strengthen and diversify the regional economy.

9 ~~((48))~~ (47) \$75,000 of the general fund--state appropriation for
10 fiscal year 2006 is provided solely to contract for a study that will
11 provide recommendations on a small harbor dredging cooperative among
12 the port districts of Pacific County and Wahkiakum County. The
13 recommendations shall include options for an organizational framework,
14 as well as the long-term financing of the cooperative.

15 ~~((49))~~ (48) \$20,000 of the general fund--state appropriation for
16 fiscal year 2006 is provided solely to the Pacific-Algona senior
17 center, a nonprofit food program serving low-income seniors.

18 ~~((50))~~ (49) \$25,000 of the general fund--state appropriation for
19 fiscal year 2006 is provided solely to the northwest Korean sports and
20 cultural festival.

21 ~~((51))~~ (50) \$2,500,000 of the general fund--state appropriation
22 for fiscal year 2007 is provided solely to allow Washington state
23 tribes to continue participation in the *Forest and Fish Report*
24 currently out for public comment as a habitat conservation plan under
25 the endangered species act. In the event federal funding is
26 reinstated, the amount provided in this subsection shall lapse.

27 ~~((52))~~ (51) \$5,000 of the general fund--state appropriation for
28 fiscal year 2006 is provided for Tacoma's international music festival.

29 ~~((53))~~ (52) \$200,000 of the general fund--state appropriation for
30 fiscal year 2006 ~~((is))~~ and \$113,000 of the general fund--state
31 appropriation for fiscal year 2007 are provided solely for the Mimms
32 Academy in Tacoma to facilitate a pilot project concerning expelled and
33 suspended students.

34 ~~((54))~~ (53) \$150,000 of the general fund--state appropriation for
35 fiscal year 2007 is provided solely to the King county sexual assault
36 resource center to provide for a Spanish-speaking therapist position,
37 parent/child victim education, and prevention education.

1 ~~((55))~~ (54) \$67,000 of the general fund--state appropriation for
2 fiscal year 2007 is provided solely for a study of methamphetamine
3 action teams and drug task forces as provided by Engrossed Substitute
4 Senate Bill No. 6239, sections 110 and 204 (controlled substances).
5 The department shall report findings and recommendations to the
6 legislature by November 1, 2006. If the bill is not enacted by June
7 30, 2006, the amount provided in this section shall lapse.

8 ~~((56))~~ (55) \$84,000 of the general fund--state appropriation for
9 fiscal year 2006 and \$84,000 of the general fund--state appropriation
10 for fiscal year 2007 are provided solely for distribution to Benton and
11 Franklin counties to continue the Benton-Franklin juvenile drug court
12 program. The counties shall provide an equivalent amount of matching
13 funds.

14 ~~((57))~~ (56) \$7,000,000 of the general fund--state appropriation
15 for fiscal year 2007 is provided solely to the owners of the following
16 minor league baseball facilities for major and minor restoration and
17 repair of facilities projects: Tacoma Rainiers (\$2,500,000); Spokane
18 Indians (\$2,000,000); Tri-Cities Dust Devils (\$1,000,000); Yakima Bears
19 (\$750,000); and Everett AquaSox (\$750,000). The department shall not
20 retain any portion for administrative purposes.

21 ~~((58))~~ (57) \$40,000 of the fiscal year 2006 general fund--state
22 appropriation and \$1,510,000 of the fiscal year 2007 general fund--
23 state appropriation are provided solely for the department to enter
24 into funding agreements with the mountains to sound greenway trust to
25 accomplish the following projects: Squak mountain trail upgrades;
26 Tiger mountain trailhead and trails upgrades; Rattlesnake mountain
27 trail and trailhead construction; greenway legacy planning; Snoqualmie
28 point view park construction; and state route 18/interstate 90
29 interchange protection.

30 ~~((59))~~ (58) \$149,000 of the general fund--state appropriation in
31 fiscal year 2007 is provided solely to implement a human trafficking
32 task force as described in section 1 of Substitute Senate Bill No. 6652
33 (human trafficking), authorizing a task force through June 30, 2011, to
34 provide guidance in responding to the crime of human trafficking, and
35 in providing services to human trafficking victims.

36 ~~((60))~~ (59) \$140,000 of the general fund--state appropriation for
37 fiscal year 2007 is provided solely to implement Engrossed Senate Bill

1 No. 5330 (economic development grants). If the bill is not enacted by
2 June 30, 2006, the amount provided in this subsection shall lapse.

3 ~~((+61+))~~ (60) \$200,000 of the general fund--state appropriation for
4 fiscal year 2007 ~~((and \$197,000 of the general fund federal~~
5 ~~appropriation for fiscal year 2007 are))~~ is provided solely for the
6 long-term care ombudsman program within the department of community,
7 trade, and economic development to recruit and train volunteers to
8 serve in the adult family home setting.

9 ~~((+62+))~~ (61) \$150,000 of the general fund--state appropriation for
10 fiscal year 2007 is provided solely for the Enumclaw loggers monument.

11 (62) \$50,000 of the general fund--state appropriation for fiscal
12 year 2007 is provided solely for a grant to Grays Harbor county to
13 conclude activities related to the investigation and demonstration of
14 projects related to coastal erosion.

15 (63) \$1,000,000 of the general fund--state appropriation for fiscal
16 year 2007 is provided solely for a grant to Peninsula community health
17 services to satisfy the debt associated with improvements at the
18 Bremerton clinic.

19 **Sec. 1009.** 2006 c 372 s 127 (uncodified) is amended to read as
20 follows:

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

22	General Fund--State Appropriation (FY 2006)	\$579,000
23	General Fund--State Appropriation (FY 2007)	((\$523,000))
24		<u>\$546,000</u>
25	Pension Funding Stabilization Account Appropriation	\$3,000
26	TOTAL APPROPRIATION	((\$1,105,000))
27		<u>\$1,128,000</u>

28 **Sec. 1010.** 2006 c 372 s 128 (uncodified) is amended to read as
29 follows:

30 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

31	General Fund--State Appropriation (FY 2006)	\$17,775,000
32	General Fund--State Appropriation (FY 2007)	((\$20,080,000))
33		<u>\$20,140,000</u>
34	General Fund--Federal Appropriation	\$23,555,000
35	General Fund--Private/Local Appropriation	\$1,216,000
36	Public Works Assistance Account--State Appropriation	\$200,000

1	Violence Reduction and Drug Enforcement Account--State	
2	Appropriation	\$246,000
3	State Auditing Services Revolving Account--State	
4	Appropriation	\$25,000
5	Pension Funding Stabilization Account Appropriation	\$100,000
6	TOTAL APPROPRIATION	(\$63,197,000)
7		<u>\$63,257,000</u>

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

10 (1) \$200,000 of the public works assistance account appropriation
11 is provided solely for an inventory and evaluation of the most
12 effective way to organize the state public infrastructure programs and
13 funds. The inventory and evaluation shall be delivered to the governor
14 and the appropriate committees of the legislature by September 1, 2005.

15 (2)(a) \$62,000 of the general fund--state appropriation for fiscal
16 year 2006 is provided solely for an advisory council to study
17 residential services for persons with developmental disabilities. The
18 study shall identify a preferred system of services and a plan to
19 implement the system within four years. Recommendations shall be
20 provided on the services that best address client needs in different
21 regions of the state and on the preferred system by January 1, 2006.
22 The office of financial management may contract for specialized
23 services to complete the study.

24 (b) The advisory council shall consist of thirteen members.
25 Members appointed by the governor, include one representative from each
26 of the governor's office or the office of financial management, the
27 department of social and health services, the Washington state
28 disabilities council, two labor organizations, the community
29 residential care providers, residents of residential habilitation
30 centers, individuals served by community residential programs, and
31 individuals with developmental disabilities who reside or resided in
32 residential habilitation centers. The advisory council shall also
33 include two members of the house of representatives appointed by the
34 speaker of the house of representatives representing the majority and
35 minority caucuses and two members of the senate appointed by the
36 president of the senate representing the majority and minority
37 caucuses. Legislative members of the advisory group shall be
38 reimbursed in accordance with RCW 44.04.120, and nonlegislative members

1 in accordance with RCW 43.03.050 and 44.04.120. Staff support shall be
2 provided by the department of social and health services, the
3 developmental disabilities council, the office of financial management,
4 the house of representatives office of program research, and senate
5 committee services.

6 (3) \$1,041,000 of the general fund--state appropriation for fiscal
7 year 2006 and \$706,000 of the general fund--state appropriation for
8 fiscal year 2007 are provided solely for the implementation of
9 Engrossed Second Substitute Senate Bill No. 5441 (studying early
10 learning, K-12, and higher education). If the bill is not enacted by
11 June 30, 2005, the amounts provided in this subsection shall lapse.

12 (4) \$200,000 of the general fund--state appropriation for fiscal
13 year 2006 is provided to the office of regulatory assistance and is
14 subject to the following conditions and limitations:

15 (a) This amount is provided solely for the enhanced planning and
16 permit pilot program; and

17 (b) Regulatory assistance is to select two local government
18 planning and permitting offices to participate in an enhanced permit
19 assistance pilot program. Such enhancement may include, but is not
20 limited to:

21 (i) Creation of local and state interagency planning and permit
22 review teams;

23 (ii) Use of advanced online planning and permit applications;

24 (iii) Using loaned executives; and

25 (iv) Additional technical assistance and guidance for permit
26 applicants.

27 (5) \$303,000 of the general fund--state appropriation for fiscal
28 year 2006 and \$255,000 of the general fund--state appropriation for
29 fiscal year 2007 are provided solely for the implementation of Second
30 Substitute House Bill No. 1970 (government management). If the bill is
31 not enacted by June 30, 2005, the amounts provided in this subsection
32 shall lapse.

33 (6) \$200,000 of the general fund--state appropriation for fiscal
34 year 2006 and \$200,000 of the general fund--state appropriation for
35 fiscal year 2007 are provided solely for implementation of Substitute
36 Engrossed House Bill No. 1242 (budgeting outcomes and priorities). If
37 the bill is not enacted by June 30, 2005, the amounts provided in this
38 subsection shall lapse.

1 (7) The department of ecology, the department of fish and wildlife,
2 the department of natural resources, the conservation commission, and
3 the interagency committee for outdoor recreation shall make
4 recommendations to improve or eliminate monitoring activities related
5 to salmon recovery and watershed health. The agencies shall coordinate
6 with the governor's forum on monitoring and watershed health and
7 consult with the office of financial management in determining the
8 scope and contents of the report.

9 The agencies shall prepare a report detailing all new activity and
10 updating all previously identified activity within the comprehensive
11 monitoring strategy. The report shall identify the monitoring activity
12 being performed and include: The purpose of the monitoring activity,
13 when the activity started, who uses the information, how often it is
14 accessed, what costs are incurred by fund, what frequency is used to
15 collect data, what geographic location is used to collect data, where
16 the information is stored, and what is the current status and cost by
17 fund source of the data storage systems.

18 The agencies shall provide a status report summarizing progress to
19 the governor's forum on monitoring and watershed health and the office
20 of financial management by March 1, 2006. A final report to the
21 governor's monitoring forum, the office of financial management, and
22 the appropriate legislative fiscal committees shall be submitted no
23 later than September 1, 2006.

24 (8) \$200,000 of the general fund--state appropriation for fiscal
25 year 2007 is provided to the office of financial management for the
26 purpose of contracting with the Washington State University and
27 University of Washington policy consensus center to provide project
28 coordination for the office of financial management, the department of
29 agriculture, the conservation commission, and the department of
30 community, trade, and economic development to work with farmers,
31 ranchers, and other interested parties to identify potential
32 agricultural pilot projects that both enhance farm income and improve
33 protection of natural resources.

34 (9) \$50,000 of the general fund--state appropriation for fiscal
35 year 2006 and \$500,000 of the general fund--state appropriation for
36 fiscal year 2007 are provided solely for the office of regulatory
37 assistance to implement activities supporting the governor's regulatory

1 improvement program including deployment of interagency permit teams,
2 a business portal, programmatic permits, and an alternative mitigation
3 program.

4 ~~((+11+))~~ (10) \$46,000 of the general fund--state appropriation for
5 fiscal year 2006 and \$131,000 of the general fund--state appropriation
6 for fiscal year 2007 are provided solely for implementation of
7 Engrossed Second Substitute House Bill No. 2353 (family child care
8 providers). If the bill is not enacted by June 30, 2006, the amounts
9 provided in this subsection shall lapse.

10 ~~((+12+))~~ (11) \$50,000 of the general fund--state appropriation for
11 fiscal year 2007 is provided solely for the Washington state quality
12 award program to assist state agencies in obtaining the goals of the
13 Washington state quality award.

14 ~~((+13+))~~ (12) \$66,000 of the general fund--state appropriation for
15 fiscal year 2006 and \$134,000 of the general fund--state appropriation
16 for fiscal year 2007 are provided solely to establish and provide staff
17 support and technical assistance to the blue ribbon commission on
18 health care costs and access. The commission shall consist of the
19 governor or a designee, who shall serve as chair; two members from each
20 of the four caucuses of the legislature; the insurance commissioner or
21 a designee; the secretary of health; the administrator of the health
22 care authority; the assistant secretary for health and recovery
23 services in the department of social and health services; and the
24 assistant director for insurance services in the department of labor
25 and industries. By December 1, 2006, the commission shall recommend to
26 the governor and legislature a sustainable five-year plan for
27 substantially improving access to affordable health care for all
28 Washington residents.

29 **Sec. 1011.** 2006 c 372 s 129 (uncodified) is amended to read as
30 follows:

31 **FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**
32 Administrative Hearings Revolving Account--State
33 Appropriation (~~(\$29,595,000)~~)
34 \$29,702,000

35 The appropriation in this section is subject to the following
36 conditions and limitations: \$103,000 of the administrative hearing
37 revolving account--state appropriation is provided solely to determine,

1 in collaboration with other state agencies, the best mechanism of
2 digital recording for the office of administrative hearings, the manner
3 of conversion from tape recording to digital recording, and the
4 purchase of digital recording devices.

5 **Sec. 1012.** 2006 c 372 s 135 (uncodified) is amended to read as
6 follows:

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

8	Dependent Care Administrative Account--State	
9	Appropriation	\$413,000
10	Department of Retirement Systems Expense Account--	
11	State Appropriation	((\$46,176,000))
12		<u>\$46,384,000</u>
13	TOTAL APPROPRIATION	((\$46,589,000))
14		<u>\$46,797,000</u>

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

17 (1) \$13,000 of the department of retirement systems expense account
18 appropriation is provided solely to implement House Bill No. 1327,
19 chapter 65, Laws of 2005 (purchasing service credit).

20 (2) \$10,000 of the department of retirement systems expense account
21 appropriation is provided solely to implement House Bill No. 1269,
22 chapter 21, Laws of 2005 (law enforcement officers' and fire fighters'
23 retirement system plan 2 service credit purchase).

24 (3) \$55,000 of the department of retirement systems expense account
25 appropriation is provided solely to implement House Bill No. 1270 (law
26 enforcement officers' and fire fighters' retirement system plan 2
27 postretirement employment). If the bill is not enacted by June 30,
28 2005, the amounts provided in this subsection shall lapse.

29 (4) \$26,000 of the department of retirement systems expense account
30 appropriation is provided solely to implement House Bill No. 1319,
31 chapter 62, Laws of 2005 (law enforcement officers' and fire fighters'
32 retirement system plan 1 ex-spouse benefits).

33 (5) \$46,000 of the department of retirement systems expense account
34 appropriation is provided solely to implement House Bill No. 1325,
35 chapter 64, Laws of 2005 (military service credit purchase).

36 (6) \$79,000 of the department of retirement systems expense account

1 appropriation is provided solely to implement House Bill No. 1329,
2 chapter 67, Laws of 2005 (law enforcement officers' and fire fighters'
3 retirement system plan 1 reduced survivor benefit).

4 (7) \$56,000 of the department of retirement systems expense account
5 appropriation is provided solely to implement House Bill No. 1936
6 (emergency medical technician membership in law enforcement officers'
7 and fire fighters' retirement system plan 2 service). If the bill is
8 not enacted by June 30, 2005, the amounts provided in this subsection
9 shall lapse.

10 (8) \$16,000 of the department of retirement systems expense account
11 is provided solely to implement Senate Bill No. 5522 (purchasing
12 service credit lost due to injury). If the bill is not enacted by June
13 30, 2005, the amount provided in this subsection shall lapse.

14 (9) \$80,000 of the department of retirement systems expense
15 account--state appropriation is provided solely to implement Senate
16 Bill No. 6453 (minimum monthly retirement). If the bill is not enacted
17 by June 30, 2006, the amount provided in this subsection shall lapse.

18 (10) \$230,000 of the department of retirement systems expense
19 account--state appropriation is provided solely to implement House Bill
20 No. 2932 (catastrophic disability benefit). If the bill is not enacted
21 by June 30, 2006, the amount provided in this subsection shall lapse.

22 (11) \$78,000 of the department of retirement systems expense
23 account--state appropriation is provided solely to implement Substitute
24 House Bill No. 2684 (plan 3 five-year vesting). If the bill is not
25 enacted by June 30, 2006, the amount provided in this subsection shall
26 lapse.

27 (12) \$117,000 of the department of retirement systems expense
28 account--state appropriation is provided solely to implement House Bill
29 No. 2690 (service credit purchase). If the bill is not enacted by June
30 30, 2006, the amount provided in this subsection shall lapse.

31 (13) \$111,000 of the department of retirement systems expense
32 account--state appropriation is provided solely to implement Engrossed
33 Substitute House Bill No. 2680 (TRS out-of-state service credit). If
34 the bill is not enacted by June 30, 2006, the amount provided in this
35 subsection shall lapse.

36 (14) \$375,000 of the department of retirement systems expense
37 account--state appropriation is provided solely to implement Substitute

1 House Bill No. 2691 (retirement for justices). If the bill is not
2 enacted by June 30, 2006, the amount provided in this subsection shall
3 lapse.

4 (15) \$93,000 of the department of retirement systems expense
5 account appropriation is provided solely to implement House Bill No.
6 2391 (gain sharing revisions).

7 **Sec. 1013.** 2006 c 372 s 137 (uncodified) is amended to read as
8 follows:

9 **FOR THE DEPARTMENT OF REVENUE**

10	General Fund--State Appropriation (FY 2006)	\$90,302,000
11	General Fund--State Appropriation (FY 2007)	(\$92,647,000)
12		<u>\$92,471,000</u>
13	Timber Tax Distribution Account--State	
14	Appropriation	(\$5,627,000)
15		<u>\$5,377,000</u>
16	Real Estate Excise Tax Grant Account--State	
17	Appropriation	\$3,900,000
18	Waste Reduction/Recycling/Litter Control--State	
19	Appropriation	\$108,000
20	State Toxics Control Account--State Appropriation	\$73,000
21	Oil Spill Prevention Account--State Appropriation	\$14,000
22	Pension Funding Stabilization Account Appropriation	\$447,000
23	TOTAL APPROPRIATION	(\$193,118,000)
24		<u>\$192,692,000</u>

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

27 (1) \$113,000 of the general fund--state appropriation for fiscal
28 year 2006, and \$93,000 of the general fund--state appropriation for
29 fiscal year 2007 are provided solely for the implementation of House
30 Bill No. 1315 (modifying disclosure requirements for the purposes of
31 the real estate excise tax). If House Bill No. 1315 is not enacted by
32 June 30, 2005, the amounts provided in this subsection shall lapse.

33 (2) \$7,000 of the general fund--state appropriation for fiscal year
34 2006 and \$2,000 of the general fund--state appropriation for fiscal
35 year 2007 are provided solely for the implementation of Substitute
36 Senate Bill No. 5101 (renewable energy). If Substitute Senate Bill No.

1 5101 is not enacted by June 30, 2005, the amounts provided in this
2 subsection shall lapse.

3 (3) \$100,000 of the general fund--state appropriation for fiscal
4 year 2006 and \$114,000 of the general fund--state appropriation for
5 fiscal year 2007 are provided solely for the implementation of
6 Engrossed House Bill No. 1241 (modifying vehicle licensing and
7 registration penalties).

8 (4) \$1,390,000 of the general fund--state appropriation for fiscal
9 year 2006, and \$1,240,000 of the general fund--state appropriation for
10 fiscal year 2007 are for the department to employ strategies to enhance
11 current revenue enforcement activities.

12 (5) \$5,121 of the general fund--state appropriation for fiscal year
13 2006 is provided solely to satisfy two claims to estate property,
14 pursuant to RCW 11.76.245.

15 (6) \$10,000 of the general fund--state appropriation for fiscal
16 year 2006 and \$89,000 of the general fund--state appropriation for
17 fiscal year 2007 are provided solely for the implementation of
18 Engrossed Second Substitute House Bill No. 2673 (local infrastructure).
19 If the bill is not enacted by June 30, 2006, the amounts provided in
20 this subsection shall lapse.

21 (7) \$147,000 of the general fund--state appropriation for fiscal
22 year 2007 is provided solely for the implementation of Substitute House
23 Bill No. 2457 (tax relief/farm machinery). If the bill is not enacted
24 by June 30, 2006, the amount provided in this subsection shall lapse.

25 (8) \$29,000 of the general fund--state appropriation for fiscal
26 year 2007 is provided solely for the implementation of House Bill No.
27 2466 (tax relief for aerospace) or for Second Substitute Senate Bill
28 No. 6604 (tax relief for aerospace). If neither of these bills are
29 enacted by June 30, 2006, the amount provided in this subsection shall
30 lapse.

31 (9) \$193,000 of the general fund--state appropriation for fiscal
32 year 2007 is provided solely for the implementation of House Bill No.
33 2671 (excise tax relief) or Substitute Senate Bill No. 6385 (excise tax
34 relief). If neither of these bills are enacted by June 30, 2006, the
35 amount provided in this subsection shall lapse.

36 (10) \$33,000 of the general fund--state appropriation for fiscal
37 year 2006 and \$10,000 of the general fund--state appropriation for
38 fiscal year 2007 are provided solely for the implementation of

1 Substitute House Bill No. 2640 (biotechnology product). If the bill is
2 not enacted by June 30, 2006, the amounts provided in this subsection
3 shall lapse.

4 (11) \$176,000 of the general fund--state appropriation for fiscal
5 year 2007 is provided solely for the implementation of Substitute House
6 Bill No. 2670 (hospital benefit zones). If the bill is not enacted by
7 June 30, 2006, the amount provided in this subsection shall lapse.

8 **Sec. 1014.** 2006 c 372 s 138 (uncodified) is amended to read as
9 follows:

10 **FOR THE BOARD OF TAX APPEALS**

11	General Fund--State Appropriation (FY 2006)	\$1,362,000
12	General Fund--State Appropriation (FY 2007)	(((\$1,213,000))
13		<u>\$1,218,000</u>
14	Pension Funding Stabilization Account Appropriation	\$6,000
15	TOTAL APPROPRIATION	(((\$2,581,000))
16		<u>\$2,586,000</u>

17 **Sec. 1015.** 2006 c 372 s 147 (uncodified) is amended to read as
18 follows:

19 **FOR THE LIQUOR CONTROL BOARD**

20	General Fund--State Appropriation (FY 2006)	\$1,739,000
21	General Fund--State Appropriation (FY 2007)	(((\$1,720,000))
22		<u>\$1,723,000</u>
23	Liquor Control Board Construction and Maintenance	
24	Account--State Appropriation	\$12,832,000
25	Liquor Revolving Account--State Appropriation	(((\$159,863,000))
26		<u>\$160,072,000</u>
27	Pension Funding Stabilization Account Appropriation	\$7,000
28	TOTAL APPROPRIATION	(((\$176,161,000))
29		<u>\$176,373,000</u>

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

32 (1) As authorized under RCW 66.16.010, the liquor control board
33 shall add an equivalent surcharge of \$0.42 per liter on all retail
34 sales of spirits, excluding licensee, military and tribal sales,
35 effective no later than July 1, 2005. The intent of this surcharge is

1 to generate additional revenues for the state general fund in the
2 2005-07 biennium.

3 (2) \$154,000 of the liquor revolving account--state appropriation
4 is provided solely for the lease of state vehicles from the department
5 of general administration's motor pool.

6 (3) \$2,228,000 of the liquor revolving account--state appropriation
7 is provided solely for costs associated with the installation of a wide
8 area network that connects all of the state liquor stores and the
9 liquor control board headquarters.

10 (4) \$186,000 of the liquor revolving account--state appropriation
11 is provided solely for an alcohol education staff coordinator and
12 associated alcohol educational resources targeted toward middle school
13 and high school students.

14 (5) \$2,261,000 of the liquor revolving account--state appropriation
15 is provided solely for replacement of essential computer equipment,
16 improvement of security measures, and improvement to the core
17 information technology infrastructure.

18 (6) \$2,800,000 of the liquor control board construction and
19 maintenance account--state appropriation is provided solely for the
20 certificate of participation to fund the expansion of the liquor
21 distribution center.

22 (7) \$3,233,000 of the liquor revolving account--state appropriation
23 is provided solely for upgrades to material handling system and
24 warehouse management system software and equipment, and associated
25 staff to increase the liquor distribution center's shipping capacity.

26 (8) \$2,746,000 of the liquor revolving account--state appropriation
27 is provided solely for additional state liquor store and retail
28 business analysis staff. The additional liquor store staff will be
29 deployed to those stores with the greatest potential for increased
30 customer satisfaction and revenue growth. The liquor control board,
31 using the new retail business analysis staff and, if needed, an
32 independent consultant, will analyze the impact of additional staff on
33 customer satisfaction and revenue growth and make recommendations that
34 will increase the effectiveness and efficiency of all the liquor
35 control board's retail-related activities. Using best practices and
36 benchmarks from comparable retail organizations, the analysis will
37 evaluate and make recommendations, at a minimum, on the following
38 issues: Optimal staffing levels and store locations and numbers of

1 stores (both state liquor stores and contract liquor stores); options
2 for an improved retail organizational structure; strategies to increase
3 the retail decision-making capacity; and resources required for
4 enhanced internal organizational support of the retail activities. In
5 support of this evaluation, a survey shall be employed to gauge
6 customer satisfaction with state and contract liquor store services.
7 A written evaluation with recommendations shall be submitted to the
8 governor and the legislative fiscal committees by October 1, 2006.

9 (9) \$187,000 of the general fund--state appropriation for fiscal
10 year 2006 and \$122,000 of the general fund--state appropriation for
11 fiscal year 2007 are provided solely for the implementation of Senate
12 Bill No. 6097 (tobacco products enforcement). If Senate Bill No. 6097
13 is not enacted by June 30, 2005, the amounts provided in this
14 subsection shall lapse.

15 (10) \$1,435,000 of the liquor revolving account--state
16 appropriation is provided solely for the implementation of Substitute
17 House Bill No. 1379 (liquor retail plan). If Substitute House Bill No.
18 1379 is not enacted by June 30, 2005, the amounts provided in this
19 subsection shall lapse.

20 (11) \$1,864,000 of the liquor revolving account--state
21 appropriation is provided solely for the implementation of Second
22 Substitute Senate Bill No. 6823 (distribution of beer and wine). If
23 Second Substitute Senate Bill No. 6823 is not enacted by June 30, 2006,
24 the amount provided in this subsection shall lapse.

25 (12) \$575,000 of the liquor revolving account--state appropriation
26 is provided solely for the implementation of Engrossed Senate Bill No.
27 6537 (direct wine sales). If Engrossed Senate Bill No. 6537 is not
28 enacted by June 30, 2006, the amount provided in this subsection shall
29 lapse.

30 **Sec. 1016.** 2006 c 372 s 150 (uncodified) is amended to read as
31 follows:

32 **FOR THE MILITARY DEPARTMENT**

33	General Fund--State Appropriation (FY 2006)	\$10,137,000
34	General Fund--State Appropriation (FY 2007)	(\$15,037,000)
35		<u>\$16,249,000</u>
36	General Fund--Federal Appropriation	(\$214,322,000)
37		<u>\$193,846,000</u>

1	General Fund--Private/Local Appropriation	\$2,000
2	Enhanced 911 Account--State Appropriation	\$34,812,000
3	Disaster Response Account--State Appropriation	(\$1,664,000)
4		<u>\$4,611,000</u>
5	Disaster Response Account--Federal Appropriation	(\$6,297,000)
6		<u>\$17,239,000</u>
7	Worker and Community Right-to-Know Account--State	
8	Appropriation	\$315,000
9	Nisqually Earthquake Account--State Appropriation	(\$6,531,000)
10		<u>\$5,350,000</u>
11	Nisqually Earthquake Account--Federal Appropriation	(\$27,075,000)
12		<u>\$23,066,000</u>
13	Military Department Rental and Lease Account--State	
14	Appropriation	(\$378,000)
15		<u>\$593,000</u>
16	Pension Funding Stabilization Account Appropriation	\$44,000
17	TOTAL APPROPRIATION	(\$316,614,000)
18		<u>\$306,264,000</u>

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

21 (1) ~~(\$1,664,000)~~ \$4,611,000 of the disaster response account--
22 state appropriation and ~~(\$6,297,000)~~ \$17,239,000 of the disaster
23 response account--federal appropriation may be spent only on disasters
24 declared by the governor and with the approval of the office of
25 financial management. Expenditures from the disaster response
26 account--federal appropriation in this section may be made only for
27 items FEMA has approved as eligible to receive federal funding. The
28 military department shall submit a report quarterly to the office of
29 financial management and the legislative fiscal committees detailing
30 information on the disaster response account, including: (a) The
31 amount and type of deposits into the account; (b) the current available
32 fund balance as of the reporting date; and (c) the projected fund
33 balance at the end of the 2005-07 biennium based on current revenue and
34 expenditure patterns.

35 (2) ~~(\$6,531,000)~~ \$5,350,000 of the Nisqually earthquake account--
36 state appropriation and ~~(\$27,075,000)~~ \$23,066,000 of the Nisqually
37 earthquake account--federal appropriation are provided solely for
38 response and recovery costs associated with the February 28, 2001,

1 earthquake. The military department shall submit a report quarterly to
2 the office of financial management and the legislative fiscal
3 committees detailing earthquake recovery costs, including: (a)
4 Estimates of total costs; (b) incremental changes from the previous
5 estimate; (c) actual expenditures; (d) estimates of total remaining
6 costs to be paid; and (e) estimates of future payments by biennium.
7 This information shall be displayed by fund, by type of assistance, and
8 by amount paid on behalf of state agencies or local organizations. The
9 military department shall also submit a report quarterly to the office
10 of financial management and the legislative fiscal committees detailing
11 information on the Nisqually earthquake account, including: (a) The
12 amount and type of deposits into the account; (b) the current available
13 fund balance as of the reporting date; and (c) the projected fund
14 balance at the end of the 2005-07 biennium based on current revenue and
15 expenditure patterns.

16 (3) (~~(\$173,613,000)~~) \$152,033,573 of the general fund--federal
17 appropriation is provided solely for homeland security, subject to the
18 following conditions:

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

22 (b) This amount shall not be allotted until a spending plan is
23 reviewed by the governor's domestic security advisory group and
24 approved by the office of financial management;

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

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

37 (4) \$867,000 of the general fund--state appropriation for fiscal
38 year 2006 is provided solely for the Cowlitz county 911 communications

1 center for the purpose of purchasing or reimbursing the purchase of
2 interoperable radio communication technology to improve disaster
3 response in the Mount St. Helens area.

4 (5) No funds from sources other than fees from voice over internet
5 protocol (VOIP) providers may be used to implement technologies
6 specific to the integration of VOIP 911 with E-911. The military
7 department, in conjunction with the department of revenue, shall
8 propose methods for assuring the collection of an appropriate enhanced
9 911 excise tax from VOIP 911 providers and shall report their
10 recommendations to the legislature by November 1, 2005.

11 (6) \$41,000 of the enhanced 911 account appropriation is provided
12 solely to implement Substitute House Bill No. 2543 (911 advisory
13 committee). If the bill is not enacted by June 30, 2006, the amount
14 provided in this subsection shall lapse.

15 (7)(a) \$400,000 of the general fund--state appropriation for fiscal
16 year 2007 is provided solely for the military department for
17 administration of competitive grants detailed in (b) of this subsection
18 and for implementation of one or more of the following activities
19 regarding emergency management: Development and coordination of
20 comprehensive emergency management plans; training of elected and
21 appointed officials on state laws, disaster command and response
22 structures, and the roles and responsibilities of officials before,
23 during, and after a disaster; and administrating periodic joint
24 emergency management training exercises involving the military
25 department and other state agencies. In addition, the military
26 department will study the feasibility of having regional disaster
27 medical assistance teams and urban search and rescue teams available
28 within the state to be deployed by the governor. The military
29 department will report the findings and recommendations to the
30 legislature by December 1, 2006.

31 (b) \$1,600,000 of the general fund--state appropriation for fiscal
32 year 2007 is provided solely for the military department to allocate
33 grants to regional agencies, local governments, tribal governments,
34 regional incident management teams, and private organizations. The
35 grants shall be for one or more of the following purposes and
36 distributed on a competitive basis: Development and coordination of
37 comprehensive emergency management plans; training of elected and
38 appointed officials on state laws, ordinances, disaster command and

1 response structures, and the roles and responsibilities of officials
2 before, during, and after a disaster; administration of periodic joint
3 emergency management training exercises; and implementation of projects
4 that will strengthen emergency response, mitigation, preparation, and
5 coordination.

6 (8)(a) \$150,000 of the general fund--state appropriation for fiscal
7 year 2007 is provided solely for the military department to: (i)
8 Initiate a health registry for veterans and military personnel
9 returning from Afghanistan, Iraq, or other countries in which depleted
10 uranium or other hazardous materials may be found; (ii) develop a plan
11 for outreach to and follow-up of military personnel; (iii) prepare a
12 report for service members concerning potential exposure to depleted
13 uranium and other toxic chemical substances and the precautions
14 recommended under combat and noncombat conditions while in a combat
15 zone; (iv) submit a report by October 1, 2006, to the joint veterans
16 and military affairs committee on the scope and adequacy of training
17 received by members of the Washington national guard on detecting
18 whether their service as eligible members is likely to entail, or to
19 have entailed, exposure to depleted uranium, including an assessment of
20 the feasibility and cost of adding predeployment training concerning
21 potential exposure to depleted uranium and other toxic chemical
22 substances; and (v) study the health effects of hazardous materials
23 exposure including, but not limited to, depleted uranium, as they
24 relate to military service and submit a report and recommendations to
25 the joint veterans and military affairs committee.

26 (b) By January 31, 2007, the joint veterans and military affairs
27 committee shall submit its recommendations, if any, to the appropriate
28 committees of the legislature.

29 **Sec. 1017.** 2006 c 372 s 152 (uncodified) is amended to read as
30 follows:

31 **FOR THE GROWTH MANAGEMENT HEARINGS BOARD**

32 General Fund--State Appropriation (FY 2006)	\$1,571,000
33 General Fund--State Appropriation (FY 2007)	(\$1,590,000)
34	<u>\$1,605,000</u>
35 Pension Funding Stabilization Account Appropriation	\$8,000
36 TOTAL APPROPRIATION	(\$3,169,000)
37	<u>\$3,184,000</u>

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

3 **Sec. 1018.** 2006 c 372 s 154 (uncodified) is amended to read as
4 follows:

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

6	General Fund--State Appropriation (FY 2006)	\$745,000
7	General Fund--State Appropriation (FY 2007)	(\$728,000)
8		<u>\$845,000</u>
9	General Fund--Federal Appropriation	\$1,037,000
10	General Fund--Private/Local Appropriation	\$14,000
11	Pension Funding Stabilization Account Appropriation	\$3,000
12	TOTAL APPROPRIATION	(\$2,527,000)
13		<u>\$2,644,000</u>

14 The appropriations in this section are subject to the following
15 conditions and limitations: \$117,000 of the general fund--state
16 appropriation for fiscal year 2007 is provided solely to contract with
17 the department of information services for information technology
18 operation and maintenance costs.

(End of part)

PART XI
HUMAN SERVICES

3 **Sec. 1101.** 2006 c 372 s 201 (uncodified) is amended to read as
4 follows:

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

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

29 (3)(a) The appropriations to the department of social and health
30 services in this act shall be expended for the programs and in the
31 amounts specified in this act. However, after May 1, (~~2006~~) 2007,
32 unless specifically prohibited by this act, the department may transfer
33 general fund--state appropriations for fiscal year (~~2006~~) 2007 among
34 programs after approval by the director of financial management.
35 However, the department shall not transfer state moneys that are

1 provided solely for a specified purpose except as expressly provided in
2 (b) of this subsection.

3 (b) To the extent that transfers under (a) of this subsection are
4 insufficient to fund actual expenditures in excess of fiscal year
5 (~~2006~~) 2007 caseload forecasts and utilization assumptions in the
6 medical assistance, long-term care, foster care, adoption support, and
7 child support programs, the department may transfer state moneys that
8 are provided solely for a specified purpose, other than family support
9 appropriations for the developmental disabilities program in section
10 205(1)(e) of this act and family reconciliation services appropriations
11 for the children and family services program in section 202(20) of this
12 act, after approval by the director of financial management.

13 (c) The department shall not transfer funds, (~~and the director of~~
14 ~~financial management shall not approve the transfer,~~) unless the
15 transfer is consistent with the objective of conserving, to the maximum
16 extent possible, the expenditure of state funds (~~and not federal~~
17 ~~funds~~). The director of financial management shall notify the
18 appropriate fiscal committees of the senate and house of
19 representatives in writing seven days prior to approving any allotment
20 modifications or transfers under this subsection. The written
21 notification shall include a narrative explanation and justification of
22 the changes, along with expenditures and allotments by budget unit and
23 appropriation, both before and after any allotment modifications or
24 transfers.

25 (4) The department is authorized to expend up to \$4,700,000 of its
26 general fund--state appropriation for fiscal year 2007 for any
27 reductions in federal funding in fiscal year 2006 for targeted case
28 management services for children who are in the care of the state. The
29 director of financial management shall notify the appropriate fiscal
30 committees of the senate and house of representatives in writing seven
31 days prior to approving any allotment modifications under this
32 subsection.

33 (5) The department is authorized to develop an integrated health
34 care program designed to slow the progression of illness and disability
35 and better manage Medicaid expenditures for the aged and disabled
36 population. Under this Washington medicaid integration partnership
37 (WMIP) the department may combine and transfer such Medicaid funds
38 appropriated under sections 204, 206, 208, and 209 of this act as may

1 be necessary to finance a unified health care plan for the WMIP program
 2 enrollment. The WMIP pilot projects shall not exceed a daily
 3 enrollment of 6,000 persons during the 2005-2007 biennium. The amount
 4 of funding assigned to the pilot projects from each program may not
 5 exceed the average per capita cost assumed in this act for individuals
 6 covered by that program, actuarially adjusted for the health condition
 7 of persons enrolled in the pilot, times the number of clients enrolled
 8 in the pilot. In implementing the WMIP pilot projects, the department
 9 may: (a) Withhold from calculations of "available resources" as set
 10 forth in RCW 71.24.025 a sum equal to the capitated rate for
 11 individuals enrolled in the pilots; and (b) employ capitation financing
 12 and risk-sharing arrangements in collaboration with health care service
 13 contractors licensed by the office of the insurance commissioner and
 14 qualified to participate in both the medicaid and medicare programs.
 15 The department shall conduct an evaluation of the WMIP, measuring
 16 changes in participant health outcomes, changes in patterns of service
 17 utilization, participant satisfaction, participant access to services,
 18 and the state fiscal impact.

19 (6) In accordance with RCW 74.39A.300, the appropriations to the
 20 department of social and health services in this act are sufficient to
 21 implement the compensation and fringe benefits of the collective
 22 bargaining agreement reached between the governor and the exclusive
 23 bargaining representative of individual providers of home care
 24 services.

25 **Sec. 1102.** 2006 c 372 s 202 (uncodified) is amended to read as
 26 follows:

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

29	General Fund--State Appropriation (FY 2006)	\$257,266,000
30	General Fund--State Appropriation (FY 2007)	((\$287,602,000))
31		<u>\$284,560,000</u>
32	General Fund--Federal Appropriation	((\$433,829,000))
33		<u>\$434,495,000</u>
34	General Fund--Private/Local Appropriation	\$400,000
35	Domestic Violence Prevention Account--State	
36	Appropriation	((\$1,345,000))
37		<u>\$1,000,000</u>

1	Public Safety and Education Account--State	
2	Appropriation	\$6,405,000
3	Violence Reduction and Drug Enforcement Account--State	
4	Appropriation	\$5,860,000
5	Pension Funding Stabilization Account--State	
6	Appropriation	((\$699,000))
7		<u>\$711,000</u>
8	TOTAL APPROPRIATION	((\$993,406,000))
9		<u>\$990,697,000</u>

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

12 (1) \$2,271,000 of the general fund--state appropriation for fiscal
13 year 2006, \$2,271,000 of the general fund--state appropriation for
14 fiscal year 2007, and \$1,584,000 of the general fund--federal
15 appropriation are provided solely for the category of services titled
16 "intensive family preservation services."

17 (2) \$701,000 of the general fund--state appropriation for fiscal
18 year 2006 and \$701,000 of the general fund--state appropriation for
19 fiscal year 2007 are provided solely to contract for the operation of
20 one pediatric interim care facility. The facility shall provide
21 residential care for up to thirteen children through two years of age.
22 Seventy-five percent of the children served by the facility must be in
23 need of special care as a result of substance abuse by their mothers.
24 The facility shall also provide on-site training to biological,
25 adoptive, or foster parents. The facility shall provide at least three
26 months of consultation and support to parents accepting placement of
27 children from the facility. The facility may recruit new and current
28 foster and adoptive parents for infants served by the facility. The
29 department shall not require case management as a condition of the
30 contract.

31 (3) \$375,000 of the general fund--state appropriation for fiscal
32 year 2006, \$375,000 of the general fund--state appropriation for fiscal
33 year 2007, and \$322,000 of the general fund--federal appropriation are
34 provided solely for up to three nonfacility-based programs for the
35 training, consultation, support, and recruitment of biological, foster,
36 and adoptive parents of children through age three in need of special
37 care as a result of substance abuse by their mothers, except that each
38 program may serve up to three medically fragile nonsubstance-abuse-

1 affected children. In selecting nonfacility-based programs, preference
2 shall be given to programs whose federal or private funding sources
3 have expired or that have successfully performed under the existing
4 pediatric interim care program.

5 (4) \$125,000 of the general fund--state appropriation for fiscal
6 year 2006 and \$125,000 of the general fund--state appropriation for
7 fiscal year 2007 are provided solely for a foster parent retention
8 program. This program is directed at foster parents caring for
9 children who act out sexually.

10 (5) The providers for the 31 HOPE beds shall be paid a \$1,000 base
11 payment per bed per month, and reimbursed for the remainder of the bed
12 cost only when the beds are occupied.

13 (6) Within amounts provided for the foster care and adoption
14 support programs, the department shall control reimbursement decisions
15 for foster care and adoption support cases such that the aggregate
16 average cost per case for foster care and for adoption support does not
17 exceed the amounts assumed in the projected caseload expenditures. The
18 department shall adjust adoption support benefits to account for the
19 availability of the new federal adoption support tax credit for special
20 needs children. The department shall report annually by October 1st to
21 the appropriate committees of the legislature on the specific efforts
22 taken to contain costs.

23 (7) \$4,661,000 of the general fund--state appropriation for fiscal
24 year 2006, \$12,666,000 of the general fund--state appropriation for
25 fiscal year 2007, and \$7,443,000 of the general fund--federal
26 appropriation are provided solely for reforms to the child protective
27 services and child welfare services programs, including improvement in
28 achieving face-to-face contact for children every 30 days, improved
29 timeliness of child protective services investigations, and education
30 specialist services. The department shall report by December 1st of
31 each year on the implementation status of the enhancements, including
32 the hiring of new staff, and the outcomes of the reform efforts. The
33 information provided shall include a progress report on items in the
34 child and family services review program improvement plan and areas
35 identified for improvement in the Braam lawsuit settlement.

36 (8) Within amounts appropriated in this section, priority shall be
37 given to proven intervention models, including evidence-based
38 prevention and early intervention programs identified by the Washington

1 institute for public policy and the department. The department shall
2 include information on the number, type, and outcomes of the evidence-
3 based programs being implemented in its reports on child welfare reform
4 efforts.

5 (9) \$177,000 of the general fund--state appropriation for fiscal
6 year 2006 and \$228,000 of the general fund--state appropriation for
7 fiscal year 2007 are provided solely for the state association of
8 children's advocacy centers. Funds may be used for (a) children's
9 advocacy centers that meet the national children's alliance
10 accreditation standards for full membership, and are members in good
11 standing; (b) communities in the process of establishing a center; and
12 (c) the state association of children's advocacy centers. A 50 percent
13 match will be required of each center receiving state funding.

14 (10) \$50,000 of the general fund--state appropriation for fiscal
15 year 2006 and \$50,000 of the general fund--state appropriation for
16 fiscal year 2007 are provided solely for a street youth program in
17 Spokane.

18 (11) \$4,672,000 of the general fund--state appropriation for fiscal
19 year 2006 and \$4,672,000 of the general fund--state appropriation for
20 fiscal year 2007 are provided solely for secure crisis residential
21 centers.

22 (12) \$572,000 of the general fund--state appropriation for fiscal
23 year 2006 and \$1,144,000 of the general fund--state appropriation for
24 fiscal year 2007 are provided solely for section 305 of Senate Bill No.
25 5763 (mental disorders treatment) for chemical dependency specialist
26 services.

27 (13) (~~(\$3,500,000)~~) \$3,386,000 of the general fund--state
28 appropriation for fiscal year 2007 and (~~(\$1,500,000)~~) \$1,449,000 of the
29 general fund--federal appropriation are provided solely for (~~Engrossed~~
30 ~~Senate Bill No. 5922 (child neglect). If the bill is not enacted by~~
31 ~~June 30, 2005, these amounts shall lapse~~) chapter 512, Laws of 2005.

32 (14) (~~(\$1,345,000)~~) \$1,000,000 of the domestic violence prevention
33 account appropriation is provided solely for the implementation of
34 chapter 374, Laws of 2005.

35 (15) \$50,000 of the general fund--state appropriation for fiscal
36 year 2007 is provided solely for the supervised visitation and safe
37 exchange center in Kent. The department shall not retain any portion
38 for administrative purposes.

1 (16) \$450,000 of the general fund--state appropriation for fiscal
2 year 2007 is provided solely to implement Second Substitute House Bill
3 No. 2002 (foster care support services). If the bill is not enacted by
4 June 30, 2006, the amount provided in this subsection shall lapse.

5 (17) \$521,000 of the general fund--state appropriation for fiscal
6 year 2007 and \$223,000 of the general fund--federal appropriation are
7 provided solely for a statewide foster parent recruitment and retention
8 program pursuant to Second Substitute House Bill No. 3115 (foster care
9 critical support). If the bill is not enacted by June 30, 2006, the
10 amounts provided in this subsection shall lapse.

11 (18) The department shall evaluate integrating a family assessment
12 component into its practice model for working with lower risk families
13 involved with child protective services. The department shall report
14 its findings to the joint task force on child safety for children in
15 child protective services or child welfare services by July 1, 2007.

16 (19) \$3,700,000 of the general fund--state appropriation for fiscal
17 year 2006, \$3,700,000 of the general fund--state appropriation for
18 fiscal year 2007, and \$6,200,000 of the general fund--federal
19 appropriation are provided solely for the medicaid treatment child care
20 (MTCC) program. The department shall contract for MTCC services. In
21 addition to referrals made by children's administration case workers,
22 the department shall authorize children referred to the MTCC program by
23 local public health nurses and case workers from the temporary
24 assistance for needy families (TANF) program, as long as the children
25 meet the eligibility requirements as outlined in the Washington state
26 plan for the MTCC program. Starting in June 2006, the department shall
27 report quarterly to the appropriate policy committees of the
28 legislature on the MTCC program and include monthly statewide and
29 regional information on: (a) The number of referrals; (b) the number
30 of authorized referrals and child enrollments; and (c) program
31 expenditure levels.

32 (20) \$540,000 of the general fund--state appropriation for fiscal
33 year 2006, \$540,000 of the general fund--state appropriation for fiscal
34 year 2007, and \$2,476,000 of the general fund--federal appropriation
35 are provided solely for the category of services titled "family
36 reconciliation services."

37 (21) \$100,000 of the general fund--state appropriation for fiscal
38 year 2007 is provided solely for continuum of care in Region 1.

1 **Sec. 1103.** 2006 c 372 s 203 (uncodified) is amended to read as
 2 follows:

3 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--JUVENILE**
 4 **REHABILITATION PROGRAM**

5	General Fund--State Appropriation (FY 2006)	\$79,031,000
6	General Fund--State Appropriation (FY 2007)	((\$80,615,000))
7		<u>\$82,301,000</u>
8	General Fund--Federal Appropriation	((\$5,668,000))
9		<u>\$6,459,000</u>
10	General Fund--Private/Local Appropriation	((\$1,098,000))
11		<u>\$2,068,000</u>
12	Violence Reduction and Drug Enforcement Account--State	
13	Appropriation	\$38,385,000
14	Juvenile Accountability Incentive Account--Federal	
15	Appropriation	\$5,516,000
16	Pension Funding Stabilization Account--State	
17	Appropriation	((\$449,000))
18		<u>\$451,000</u>
19	TOTAL APPROPRIATION	((\$210,762,000))
20		<u>\$214,211,000</u>

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

23 (1) \$706,000 of the violence reduction and drug enforcement account
 24 appropriation is provided solely for deposit in the county criminal
 25 justice assistance account for costs to the criminal justice system
 26 associated with the implementation of chapter 338, Laws of 1997
 27 (juvenile code revisions). The amounts provided in this subsection are
 28 intended to provide funding for county adult court costs associated
 29 with the implementation of chapter 338, Laws of 1997 and shall be
 30 distributed in accordance with RCW 82.14.310.

31 (2) \$6,156,000 of the violence reduction and drug enforcement
 32 account appropriation is provided solely for the implementation of
 33 chapter 338, Laws of 1997 (juvenile code revisions). The amounts
 34 provided in this subsection are intended to provide funding for county
 35 impacts associated with the implementation of chapter 338, Laws of 1997
 36 and shall be distributed to counties as prescribed in the current
 37 consolidated juvenile services (CJS) formula.

1 (3) \$1,020,000 of the general fund--state appropriation for fiscal
2 year 2006, \$1,030,000 of the general fund--state appropriation for
3 fiscal year 2007, and \$5,345,000 of the violence reduction and drug
4 enforcement account appropriation are provided solely to implement
5 community juvenile accountability grants pursuant to chapter 338, Laws
6 of 1997 (juvenile code revisions). Funds provided in this subsection
7 may be used solely for community juvenile accountability grants,
8 administration of the grants, and evaluations of programs funded by the
9 grants.

10 (4) \$2,997,000 of the violence reduction and drug enforcement
11 account appropriation is provided solely to implement alcohol and
12 substance abuse treatment programs for locally committed offenders.
13 The juvenile rehabilitation administration shall award these moneys on
14 a competitive basis to counties that submitted a plan for the provision
15 of services approved by the division of alcohol and substance abuse.
16 The juvenile rehabilitation administration shall develop criteria for
17 evaluation of plans submitted and a timeline for awarding funding and
18 shall assist counties in creating and submitting plans for evaluation.

19 (5) For the purposes of a pilot project, the juvenile
20 rehabilitation administration shall provide a block grant, rather than
21 categorical funding, for consolidated juvenile services, community
22 juvenile accountability act grants, the chemically dependent
23 disposition alternative, and the special sex offender disposition
24 alternative to the Pierce county juvenile court. To evaluate the
25 effect of decategorizing funding for youth services, the juvenile court
26 shall do the following:

27 (a) Develop intermediate client outcomes according to the risk
28 assessment tool (RAT) currently used by juvenile courts and in
29 coordination with the juvenile rehabilitation administration;

30 (b) Track the number of youth participating in each type of
31 service, intermediate outcomes, and the incidence of recidivism within
32 twenty-four months of completion of services;

33 (c) Track similar data as in (b) of this subsection with an
34 appropriate comparison group, selected in coordination with the
35 juvenile rehabilitation administration and the family policy council;

36 (d) Document the process for managing block grant funds on a
37 quarterly basis, and provide this report to the juvenile rehabilitation
38 administration and the family policy council; and

1 (e) Provide a process evaluation to the juvenile rehabilitation
2 administration and the family policy council by June 20, 2006, and a
3 concluding report by June 30, 2007. The court shall develop this
4 evaluation in consultation with the juvenile rehabilitation
5 administration, the family policy council, and the Washington state
6 institute for public policy.

7 (6) \$319,000 of the general fund--state appropriation for fiscal
8 year 2006 and \$678,000 of the general fund--state appropriation for
9 fiscal year 2007 are provided solely to establish a reinvesting in
10 youth pilot program. Participation shall be limited to three counties
11 or groups of counties, including one charter county with a population
12 of over eight hundred thousand residents and at least one county or
13 group of counties with a combined population of three hundred thousand
14 residents or less.

15 (a) Only the following intervention service models shall be funded
16 under the pilot program: (i) Functional family therapy; (ii)
17 multi-systemic therapy; and (iii) aggression replacement training.

18 (b) Subject to (c) of this subsection, payments to counties in the
19 pilot program shall be sixty-nine percent of the average service model
20 cost per youth times the number of youth engaged by the selected
21 service model. For the purposes of calculating the average service
22 model cost per engaged youth for a county, the following costs will be
23 included: Staff salaries, staff benefits, training, fees, quality
24 assurance, and local expenditures on administration.

25 (c) Distribution of moneys to the charter county with a population
26 of over eight hundred thousand residents shall be based upon the number
27 of youth that are engaged by the intervention service models, up to six
28 hundred thousand dollars for the biennium. The department may
29 distribute the remaining grant moneys to the other counties selected to
30 participate in the pilot program.

31 (d) The department shall provide recommendations to the legislature
32 by June 30, 2006, regarding a cost savings calculation methodology, a
33 funds distribution formula, and criteria for service model eligibility
34 for use if the reinvesting in youth program is continued in future
35 biennia.

36 (7) \$602,000 of the general fund--state appropriation for fiscal
37 year 2007 is provided solely for the purposes of settling all claims in
38 Brown, et. al v. State of Washington, Pierce County Superior Court

1 Cause No. 04-2-11093-4. The expenditure of this appropriation is
2 contingent on the release of all claims in this case, and total
3 settlement costs shall not exceed the amount provided in this
4 subsection. If settlement is not executed by June 30, 2007, the amount
5 provided in this subsection shall lapse.

6 **Sec. 1104.** 2006 c 372 s 204 (uncodified) is amended to read as
7 follows:

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

10 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

11 General Fund--State Appropriation (FY 2006)	\$260,292,000
12 General Fund--State Appropriation (FY 2007)	(\$283,039,000)
	<u>\$278,724,000</u>
14 General Fund--Federal Appropriation	(\$344,331,000)
	<u>\$338,013,000</u>
16 General Fund--Private/Local Appropriation	(\$1,970,000)
	<u>\$6,100,000</u>
18 TOTAL APPROPRIATION	(\$889,632,000)
	<u>\$883,129,000</u>

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

22 (a) \$103,400,000 of the general fund--state appropriation for
23 fiscal year 2006 is provided solely for persons and services not
24 covered by the medicaid program. The department shall distribute this
25 amount among the regional support networks according to a formula that,
26 consistent with RCW 71.24.035(13), assures continuation of fiscal year
27 2003 levels of nonmedicaid service in each regional support network
28 area for the following service categories in the following priority
29 order: (i) Crisis and commitment services; (ii) community inpatient
30 services; and (iii) residential care services, including personal care
31 and emergency housing assistance. The formula shall also ensure that
32 each regional support network's combined state and federal allocation
33 is no less than the amount it was due under the fiscal year 2005
34 allocation methodology. The remaining amounts shall be distributed
35 based upon a formula that incorporates each regional support network's
36 percentage of the state's population.

1 (b) \$100,959,000 of the general fund--state appropriation for
2 fiscal year 2007 is provided solely for persons and services not
3 covered by the medicaid program. Consistent with RCW 71.24.035(13),
4 these funds shall be distributed proportional to each regional support
5 network's percentage of the total state population.

6 (c) (~~(\$10,882,000)~~) \$10,512,000 of the general fund--state
7 appropriation for fiscal year 2007 and (~~(\$10,922,000)~~) \$10,550,000 of
8 the general fund--federal appropriation are provided solely to increase
9 medicaid capitation rates (i) by three and one-half percent, for
10 regional support networks whose fiscal year 2006 capitation rates are
11 above the statewide population-weighted average; and (ii) to the
12 statewide population-weighted average, for regional support networks
13 whose fiscal year 2006 capitation rates are below that level. Regional
14 support networks may elect to receive all or a portion of the general
15 fund--state share of the funding for which they qualify under this
16 subsection (1)(c) as an increase in nonmedicaid rather than medicaid
17 funding. Regional support networks choosing to obtain funding in this
18 way must notify the department of their decision no later than June 1,
19 2006.

20 (d) (~~(\$359,000)~~) \$2,175,000 of the general fund--state
21 appropriation for fiscal year 2007 is provided solely to ensure that no
22 regional support network's combined state and federal allocation is
23 less than the amount it was due under the fiscal year 2006 allocation
24 methodology.

25 (e) \$750,000 of the general fund--state appropriation for fiscal
26 year 2007 is provided solely for grants to hospitals that are unable to
27 receive disproportionate share hospital funding due to the federal
28 funding restrictions on "institutions for mental disease." These funds
29 shall be allocated among eligible hospitals proportional to the amount
30 the hospital would have received from the disproportionate share
31 hospital grants funded under section 209 of this 2006 act if the
32 federal funding restriction were not in effect.

33 (f) \$85,000 of the general fund--state appropriation for fiscal
34 year 2007 is provided solely for a contract with the national alliance
35 for the mentally ill of greater Seattle to assist people who are
36 recovering from a major mental illness to participate in development of
37 a group residence for women.

1 (g) \$2,825,000 of the general fund--state appropriation for fiscal
2 year 2007 is provided solely to refund to regional support networks
3 fifty percent of the "liquidated damages" amount that was withheld from
4 payments to the regional support network during fiscal years 2002
5 through 2005 because the regional support network used more than its
6 allocated number of state hospital days of care. The payments directed
7 in this subsection (1)(g) are contingent upon agreement by the regional
8 support network that the funds shall be used only for mental health
9 services. The payments directed in this subsection do not apply to
10 regional support networks to which such refunds have been directed by
11 court order prior to the effective date of this 2006 act.

12 (h) The department shall refund to the regional support networks
13 100 percent of the "liquidated damages" that have been withheld from
14 payments to the regional support network during fiscal year 2006 for
15 periods prior to the effective date of this act. The payments directed
16 in this subsection (1)(h) do not apply to regional support networks to
17 which such refunds have been directed by court order prior to the
18 effective date of this act.

19 (i) \$3,238,000 of the general fund--state appropriation for fiscal
20 year 2007 is provided solely for the department and regional support
21 networks to contract for development and initial implementation of
22 high-intensity program for active community treatment (PACT) teams, and
23 other proven program approaches which the department concurs will
24 enable the regional support network to achieve significant reductions
25 during fiscal year 2008 and thereafter in the number of beds the
26 regional support network would otherwise need to use at the state
27 hospitals.

28 (j) The number of nonforensic beds allocated for use by regional
29 support networks at eastern state hospital shall average 222 per day
30 throughout fiscal year 2007. The number of nonforensic beds allocated
31 for use by regional support networks at western state hospital shall
32 average 727 during the first quarter of fiscal year 2007, 757 during
33 the second quarter of fiscal year 2007, and 777 during the third and
34 fourth quarters of fiscal year 2007. During fiscal year 2007, the
35 department shall not separately charge regional support networks for
36 use of state hospital beds for short-term commitments, or for persons
37 served in the program for adaptive living skills (PALS), but the days
38 of care provided for such commitments and in the PALS program shall

1 count against the regional support network's state hospital allocation.
2 The legislature intends to authorize separate charges for the PALS
3 program beginning in January 2008.

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

10 (l) Within amounts appropriated in this subsection, the department
11 shall contract with the Clark county regional support network for
12 development and operation of a project demonstrating collaborative
13 methods for providing intensive mental health services in the school
14 setting for severely emotionally disturbed children who are medicaid
15 eligible. Project services shall be delivered by teachers and teaching
16 assistants who qualify as, or who are under the supervision of, mental
17 health professionals meeting the requirements of chapter 275-57 WAC.
18 The department shall increase medicaid payments to the regional support
19 network by the amount necessary to cover the necessary and allowable
20 costs of the demonstration, not to exceed the upper payment limit
21 specified for the regional support network in the department's medicaid
22 waiver agreement with the federal government after meeting all other
23 medicaid spending requirements assumed in this subsection. The
24 regional support network shall provide the required nonfederal share of
25 the increased medicaid payment provided for operation of this project.

26 (m) \$3,100,000 of the general fund--state appropriation for fiscal
27 year 2006 and \$3,375,000 of the general fund--state appropriation for
28 fiscal year 2007 are provided solely to establish a base community
29 psychiatric hospitalization payment rate. The base payment rate shall
30 be \$400 per indigent patient day at hospitals that accept commitments
31 under the involuntary treatment act, and \$550 per medicaid patient day
32 at free-standing psychiatric hospitals that accept commitments under
33 the involuntary treatment act. The department shall allocate these
34 funds among the regional support networks to reflect projected
35 expenditures at the enhanced payment level by hospital and region.

36 (n) At least \$902,000 of the federal block grant funding
37 appropriated in this subsection shall be used for the continued
38 operation of the mentally ill offender pilot program.

1 (o) \$5,000,000 of the general fund--state appropriation for fiscal
2 year 2006 and \$5,000,000 of the general fund--state appropriation for
3 fiscal year 2007 are provided solely for mental health services for
4 mentally ill offenders while confined in a county or city jail and for
5 facilitating access to programs that offer mental health services upon
6 mentally ill offenders' release from confinement. These amounts shall
7 supplement, and not supplant, local or other funding or in-kind
8 resources currently being used for these purposes. The department is
9 authorized to transfer such amounts as are necessary, which are not to
10 exceed \$418,000 of the general fund--state appropriation for fiscal
11 year 2006 and \$418,000 of the general fund--state appropriation for
12 fiscal year 2007, to the economic services program for the purposes of
13 implementing section 12 of Engrossed Second Substitute House Bill No.
14 1290 (community mental health) related to reinstating and facilitating
15 access to mental health services upon mentally ill offenders' release
16 from confinement.

17 (p) \$1,500,000 of the general fund--state appropriation for fiscal
18 year 2006 and \$1,500,000 of the general fund--state appropriation for
19 fiscal year 2007 are provided solely for grants for innovative mental
20 health service delivery projects. Such projects may include, but are
21 not limited to, clubhouse programs and projects for integrated health
22 care and behavioral health services for general assistance recipients.
23 These amounts shall supplement, and not supplant, local or other
24 funding currently being used for activities funded under the projects
25 authorized in this subsection.

26 (q) The department is authorized to continue to expend federal
27 block grant funds, and special purpose federal grants, through direct
28 contracts, rather than through contracts with regional support
29 networks; and to distribute such funds through a formula other than the
30 one established pursuant to RCW 71.24.035(13).

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

34 (s) \$2,250,000 of the general fund--state appropriation for fiscal
35 year 2006, \$2,250,000 of the general fund--state appropriation for
36 fiscal year 2007, and \$4,500,000 of the general fund--federal
37 appropriation are provided solely for the continued operation of
38 community residential and support services for persons who are older

1 adults or who have co-occurring medical and behavioral disorders and
2 who have been discharged or diverted from a state psychiatric hospital.
3 These funds shall be used to serve individuals whose treatment needs
4 constitute substantial barriers to community placement, who no longer
5 require active psychiatric treatment at an inpatient hospital level of
6 care, and who no longer meet the criteria for inpatient involuntary
7 commitment. Coordination of these services will be done in partnership
8 between the mental health program and the aging and disability services
9 administration. The funds are not subject to the standard allocation
10 formula applied in accordance with RCW 71.24.035(13)(a).

11 (t) \$750,000 of the general fund--state appropriation for fiscal
12 year 2006 and \$750,000 of the general fund--state appropriation for
13 fiscal year 2007 are provided to continue performance-based incentive
14 contracts to provide appropriate community support services for
15 individuals with severe mental illness who have been discharged from
16 the state hospitals. These funds will be used to enhance community
17 residential and support services provided by regional support networks
18 through other state and federal funding.

19 (u) \$539,000 of the general fund--state appropriation for fiscal
20 year 2007 is provided solely to assist with the one-time start-up costs
21 of two evaluation and treatment facilities. Funding for ongoing
22 program operations shall be from existing funds that would otherwise be
23 expended upon short-term treatment in state or community hospitals.

24 (v) \$550,000 of the general fund--state appropriation for fiscal
25 year 2006 and \$150,000 of the general fund--state appropriation for
26 fiscal year 2007 are provided solely for enhancing rates to a facility
27 that (i) is a licensed nursing home; (ii) is considered to be an
28 "Institution for Mental Diseases" under centers for medicare and
29 medicaid services criteria; (iii) specializes in long-term
30 rehabilitation services for people with chronic mental illness who are
31 chronically medically-compromised; and (iv) provides services to a
32 minimum of 48 consumers funded by a regional support network. These
33 amounts shall be provided in coordination with and under the auspices
34 of a regional support network and shall enhance, and not supplant,
35 other funding or in-kind resources currently being used for these
36 purposes. These funds shall be used to cover costs incurred throughout
37 fiscal year 2006 and fiscal year 2007 and ensure adequate compensation

1 for extra medical care services, personal care services, and other
2 incidental costs that are not fully covered in the current rate paid to
3 the facility.

4 (w) \$450,000 of the general fund--state appropriation for fiscal
5 year 2007 is provided solely for the mental health division, in
6 collaboration with the children's administration and the juvenile
7 rehabilitation services administration, to establish a pilot program to
8 provide evidence-based mental health services to children. The mental
9 health service or services to be provided under the pilot program must
10 be selected from a list of evidence-based service options developed by
11 the department, in consultation with a broadly representative group of
12 individuals with expertise in children's mental health.

13 (i) The program site shall be selected through a request for
14 proposal (RFP) process, open to counties or groups of counties, and
15 shall be operational by December 2006.

16 (ii) Pilot site proposals shall be required to include: A
17 designated lead agency and a commitment to work with community
18 partners, including consumer/family representatives and representatives
19 of the local mental health, juvenile justice, and child welfare systems
20 and, at the applicant's discretion, may also include representatives of
21 other child-serving systems such as health care and education;
22 identification of areas of potential need based upon input from
23 community partners; identification of the service or services that the
24 pilot site would implement based upon community needs and resources;
25 and demonstration of a commitment to participate in efforts that will
26 ensure adherence to the chosen evidence-based practices and evaluate
27 outcomes of implementation of the evidence-based practices.

28 (iii) The department shall contract with the University of
29 Washington school of medicine's department of psychiatry and behavioral
30 sciences division of public behavioral health and justice to provide
31 support and assistance in all phases of the pilot program, including
32 initiating, implementing, training providers, providing quality
33 assurance, and monitoring implementation and outcomes.

34 (2) INSTITUTIONAL SERVICES

35	General Fund--State Appropriation (FY 2006)	\$115,706,000
36	General Fund--State Appropriation (FY 2007)	(\$137,445,000)
37		<u>\$130,211,000</u>
38	General Fund--Federal Appropriation	(\$143,693,000)

1		<u>\$144,509,000</u>
2	General Fund--Private/Local Appropriation	((\$30,994,000))
3		<u>\$37,514,000</u>
4	Pension Funding Stabilization Account--State	
5	Appropriation	\$965,000
6	TOTAL APPROPRIATION	((\$428,803,000))
7		<u>\$428,905,000</u>

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

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

13 (b) \$3,725,000 of the general fund--state appropriation for fiscal
14 year 2006 and \$3,675,000 of the general fund--state appropriation for
15 fiscal year 2007 are provided solely to operate at least one more
16 forensic ward at western state hospital than was operational in
17 December 2004, and to employ professional staff in addition to those
18 assigned in December 2004 to conduct outpatient evaluations of
19 competency to stand trial.

20 (c) \$45,000 of the general fund--state appropriation for fiscal
21 year 2006 and \$45,000 of the general fund--state appropriation for
22 fiscal year 2007 are provided solely for payment to the city of
23 Lakewood on September 1 of each year for police services provided by
24 the city at western state hospital and adjacent areas.

25 (d) \$6,770,000 of the general fund--state appropriation for fiscal
26 year 2006 and \$19,850,000 of the general fund--state appropriation for
27 fiscal year 2007 are provided solely to open on a temporary basis five
28 additional adult civil commitment wards at the state psychiatric
29 hospitals. The legislature intends for these wards to close, on a
30 phased basis, during the 2007-09 biennium as a result of targeted
31 investments in community services for persons who would otherwise need
32 care in the hospitals. To the extent that the department and regional
33 support networks are able to develop and implement cost-effective
34 approaches during fiscal year 2007 that would avert the need to open
35 one or more of the additional wards, the department is authorized to
36 use funds appropriated in this subsection for implementation of those
37 approaches. The department shall seek review and comment from the

1 legislative fiscal committees at least thirty days prior to proceeding
2 with implementation of any such alternative approach.

3 (3) CIVIL COMMITMENT

4	General Fund--State Appropriation (FY 2006)	\$40,499,000
5	General Fund--State Appropriation (FY 2007)	(\$45,276,000)
6		<u>\$42,481,000</u>
7	Pension Funding Stabilization Account--State	
8	Appropriation	\$129,000
9	TOTAL APPROPRIATION	(\$85,904,000)
10		<u>\$83,109,000</u>

11 (4) SPECIAL PROJECTS

12	General Fund--State Appropriation (FY 2006)	\$643,000
13	General Fund--State Appropriation (FY 2007)	\$1,726,000
14	General Fund--Federal Appropriation	\$3,395,000
15	Pension Funding Stabilization Account--State	
16	Appropriation	\$1,000
17	TOTAL APPROPRIATION	\$5,765,000

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

20 (a) \$75,000 of the general fund--state appropriation for fiscal
21 year 2006, \$75,000 of the general fund--state appropriation for fiscal
22 year 2007, and \$40,000 of the general fund--federal appropriation are
23 provided solely to implement the request for proposal process required
24 by House Bill No. 1290 (community mental health). If House Bill No.
25 1290 is not enacted by June 30, 2005, these amounts shall lapse.

26 (b) \$178,000 of the general fund--state appropriation for fiscal
27 year 2006 and \$221,000 of the general fund--state appropriation for
28 fiscal year 2007 are provided solely to develop and to train community
29 mental health staff in the use of the integrated chemical
30 dependency/mental health screening and assessment system and tool
31 required by section 601 of Senate Bill No. 5763 (mental disorders
32 treatment). If section 601 of Senate Bill No. 5763 is not enacted by
33 June 30, 2005, these amounts shall lapse.

34 (c) Funds provided in this subsection may be used to issue a
35 request for proposals in accordance with RCW 71.24.320(2) only if
36 Engrossed Substitute Senate Bill No. 6793 is enacted by June 30, 2006.

37 (5) PROGRAM SUPPORT

1	General Fund--State Appropriation (FY 2006)	\$6,577,000
2	General Fund--State Appropriation (FY 2007)	((\$4,183,000))
3		<u>\$4,473,000</u>
4	General Fund--Federal Appropriation	((\$5,881,000))
5		<u>\$6,179,000</u>
6	Pension Funding Stabilization Account--State	
7	Appropriation	((\$19,000))
8		<u>\$21,000</u>
9	TOTAL APPROPRIATION	((\$16,660,000))
10		<u>\$17,250,000</u>

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

13 (a) \$125,000 of the general fund--state appropriation for fiscal
14 year 2006, \$125,000 of the general fund--state appropriation for fiscal
15 year 2007, and \$164,000 of the general fund--federal appropriation are
16 provided solely for the institute for public policy to continue the
17 longitudinal analysis directed in chapter 334, Laws of 2001 (mental
18 health performance audit), and, to the extent funds are available
19 within these amounts, to build upon the evaluation of the impacts of
20 chapter 214, Laws of 1999 (mentally ill offenders).

21 (b) \$2,032,000 of the general fund--state appropriation for fiscal
22 year 2006 is provided solely for the purposes of complying with and
23 satisfaction of a final court order and judgment in *Pierce County, et*
24 *al v. State of Washington and State of Washington Department of Social*
25 *and Health Services, et al*, Thurston County Superior Court Cause No.
26 03-2-00918-8.

27 (c) \$520,000 of the general fund--state appropriation for fiscal
28 year 2006 is provided solely for the purposes of settling all claims in
29 *County of Spokane, a Washington municipal entity v. State of Washington*
30 *Department of Social and Health Services and Dennis Braddock, the*
31 *Secretary of the Department of Social and Health Services, in his*
32 *official capacity*, Thurston County Superior Court Cause No. 03-2-01268-
33 5. The expenditure of this amount is contingent on the release of all
34 claims in the case, and total settlement costs shall not exceed the
35 amount provided in this subsection. If the settlement is not executed
36 by June 30, 2006, the amount provided in this subsection shall lapse.

37 (d) Funds provided in this subsection may be used to issue a

1 request for proposals in accordance with RCW 71.24.320(2) only if
2 Engrossed Substitute Senate Bill No. 6793 is enacted by June 30, 2006.

3 **Sec. 1105.** 2006 c 372 s 205 (uncodified) is amended to read as
4 follows:

5 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--DEVELOPMENTAL**
6 **DISABILITIES PROGRAM**

7 (1) COMMUNITY SERVICES

8	General Fund--State Appropriation (FY 2006)	\$296,430,000
9	General Fund--State Appropriation (FY 2007)	((\$312,856,000))
10		<u>\$318,403,000</u>
11	General Fund--Federal Appropriation	((\$503,419,000))
12		<u>\$513,612,000</u>
13	Health Services Account--State Appropriation	\$904,000
14	Pension Funding Stabilization Account--State	
15	Appropriation	\$138,000
16	TOTAL APPROPRIATION	((\$1,113,747,000))
17		<u>\$1,129,487,000</u>

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

20 (a) The entire health services account appropriation, \$151,000 of
21 the general fund--state appropriation for fiscal year 2006, \$427,000 of
22 the general fund--state appropriation for fiscal year 2007, and
23 \$1,482,000 of the general fund--federal appropriation are provided
24 solely for health care benefits for agency home care workers who are
25 employed through state contracts for at least twenty hours a week. The
26 state contribution to the cost of health care benefits per
27 participating worker per month shall be no greater than \$449.00 in
28 fiscal year 2006 and \$532.00 in fiscal year 2007.

29 (b) Individuals receiving family support or high school transition
30 payments as supplemental security income (SSI) state supplemental
31 payments shall not become eligible for medical assistance under RCW
32 74.09.510 due solely to the receipt of SSI state supplemental payments.

33 (c) \$516,000 of the general fund--state appropriation for fiscal
34 year 2006, ~~((\$1,917,000))~~ \$3,432,000 of the general fund--state
35 appropriation for fiscal year 2007, and ~~((\$2,433,000))~~ \$3,954,000 of
36 the general fund--federal appropriation are provided solely for
37 community residential and support services. Funding in this subsection

1 shall be prioritized for (i) residents of residential habilitation
2 centers who are able to be adequately cared for in community settings
3 and who choose to live in those community settings; (ii) clients
4 without residential services who are at immediate risk of
5 institutionalization or in crisis; (iii) children who are at risk of
6 institutionalization or who are aging out of other state services; and
7 (iv) current home and community-based waiver program clients who have
8 been assessed as having an immediate need for increased services. The
9 department shall ensure that the average cost per day for all program
10 services other than start-up costs shall not exceed \$300. In order to
11 maximize the number of clients served and ensure the cost-effectiveness
12 of the waiver programs, the department will strive to limit new client
13 placement expenditures to 90 percent of the budgeted daily rate. If
14 this can be accomplished, additional clients may be served with excess
15 funds provided the total projected carry-forward expenditures do not
16 exceed the amounts estimated. The department shall electronically
17 report to the appropriate committees of the legislature, within 45 days
18 following each fiscal year quarter, the number of persons served with
19 these additional community services, where they were residing, what
20 kinds of services they were receiving prior to placement, and the
21 actual expenditures for all community services to support these
22 clients.

23 (d) \$579,000 of the general fund--state appropriation for fiscal
24 year 2006, (~~(\$1,735,000)~~) \$2,015,000 of the general fund--state
25 appropriation for fiscal year 2007, and (~~(\$2,315,000)~~) \$2,597,000 of
26 the general fund--federal appropriation are provided solely for
27 expanded community services for persons with developmental disabilities
28 who also have community protection issues. Funding in this subsection
29 shall be prioritized for (i) clients being diverted or discharged from
30 the state psychiatric hospitals; (ii) clients participating in the
31 dangerous mentally ill offender program; (iii) clients participating in
32 the community protection program; and (iv) mental health crisis
33 diversion outplacements. The department shall ensure that the average
34 cost per day for all program services other than start-up costs shall
35 not exceed (~~(\$300)~~) \$340. In order to maximize the number of clients
36 served and ensure the cost-effectiveness of the waiver programs, the
37 department will strive to limit new client placement expenditures to 90
38 percent of the budgeted daily rate. If this can be accomplished,

1 additional clients may be served with excess funds if the total
2 projected carry-forward expenditures do not exceed the amounts
3 estimated. The department shall implement the four new waiver programs
4 such that decisions about enrollment levels and the amount, duration,
5 and scope of services maintain expenditures within appropriations. The
6 department shall electronically report to the appropriate committees of
7 the legislature, within 45 days following each fiscal year quarter, the
8 number of persons served with these additional community services,
9 where they were residing, what kinds of services they were receiving
10 prior to placement, and the actual expenditures for all community
11 services to support these clients.

12 (e) \$12,902,000 of the general fund--state appropriation for fiscal
13 year 2006, (~~(\$13,802,000)~~) \$12,502,000 of the general fund--state
14 appropriation for fiscal year 2007, and \$8,579,000 of the general
15 fund--federal appropriation are provided solely for family support
16 programs for individuals with developmental disabilities.

17 (~~(0f)~~) The amounts provided in this subsection (~~((e), \$900,000 of~~
18 ~~the general fund state appropriation for fiscal year 2006 and~~
19 ~~\$1,600,000 of the general fund state appropriation for fiscal year~~
20 ~~2007 are provided solely)) are sufficient for the implementation of a
21 flexible family support pilot program for families who are providing
22 care and support for family members with developmental disabilities.
23 The program shall provide funding for support services such as respite
24 care, training and counseling, assistive technologies, transition
25 services, and assistance with extraordinary household expenses.~~

26 (i) To receive funding, an individual must: (A) Be eligible for
27 services from the division of developmental disabilities; (B) live with
28 his or her family; (C) not live independently or with a spouse; (D) not
29 receive paid services through the division, including medicaid personal
30 care and medicaid waiver services; and (E) have gross household income
31 of less than or equal to four hundred percent of the federal poverty
32 level.

33 (ii) The department shall determine individual funding awards based
34 on the following criteria: (A) Documented need for services, with
35 priority given to individuals in crisis or at immediate risk of needing
36 institutional services, individuals who transition from high school
37 without employment or day program opportunities, individuals cared for
38 by a single parent, and individuals with multiple disabilities; (B)

1 number and ages of family members and their relation to the individual
2 with developmental disabilities; (C) gross annual household income; and
3 (D) availability of state funds.

4 Funding awards may be made as one-time awards or on a renewable
5 basis. Renewable awards shall be for a period of twelve months for the
6 biennium. Awards shall be based upon the criteria provided in this
7 subsection, but shall be within the following limits: Maximum of
8 \$4,000 per year for an individual whose gross annual household income
9 is up to 100 percent of the federal poverty level; maximum of \$3,000
10 per year for an individual whose gross annual household income is up to
11 200 percent of the federal poverty level; maximum of \$2,000 per year
12 for an individual whose gross annual household income is up to 300
13 percent of the federal poverty level; and maximum of \$1,000 per year
14 for an individual whose gross annual household income is up to 400
15 percent of the federal poverty level. Of the amounts provided in this
16 subsection, \$150,000 of the general fund--state appropriation for
17 fiscal year 2006 and \$300,000 of the general fund--state appropriation
18 for fiscal year 2007 are provided (~~solely~~) for one-time awards.

19 (iii) Eligibility for, and the amount of, renewable awards and one-
20 time awards shall be redetermined annually and shall correspond with
21 the application of the department's mini-assessment tool. At the end
22 of each award period, the department must redetermine eligibility for
23 funding, including increases or reductions in the level of funding, as
24 appropriate.

25 (iv) By November 1, 2006, the department shall provide
26 recommendations to the appropriate policy and fiscal committees of the
27 legislature on strategies for integrating state-funded family support
28 programs, including, if appropriate, the flexible family support pilot
29 program, into a single program. The department shall also provide a
30 status report on the flexible family support pilot program, which shall
31 include the following information: The number of applicants for
32 funding; the total number of awards; the number and amount of both
33 annual and one-time awards, broken down by household income levels; and
34 the purpose of the awards.

35 (v) The department shall manage enrollment and award levels so as
36 to not exceed the amounts appropriated for this purpose.

37 (f) \$840,000 of the general fund--state appropriation for fiscal
38 year 2006, \$3,060,000 of the general fund--state appropriation for

1 fiscal year 2007, and \$1,500,000 of the general fund--federal
2 appropriation are provided solely for employment and day services.
3 Priority consideration for this new funding shall be young adults with
4 developmental disabilities living with their family who need employment
5 opportunities and assistance after high school graduation. Services
6 shall be provided for both waiver and nonwaiver clients.

7 (g) \$1,000,000 of the general fund--state appropriation for fiscal
8 year 2006, \$1,000,000 of the general fund--state appropriation for
9 fiscal year 2007, and \$2,000,000 of the general fund--federal
10 appropriation are provided for implementation of the administrative
11 rate standardization. These amounts are in addition to any vendor rate
12 increase adopted by the legislature.

13 (h) \$100,000 of the general fund--state appropriation for fiscal
14 year 2006 and \$100,000 of the general fund--state appropriation for
15 fiscal year 2007 are provided solely for services to community clients
16 provided by licensed professionals at the state residential
17 habilitation centers. The division shall submit claims for
18 reimbursement for services provided to clients living in the community
19 with medical assistance or third-party health coverage, as appropriate,
20 and shall implement a system for billing clients without coverage. The
21 department shall provide a report by December 1, 2006, to the
22 appropriate committees of the legislature on the number of clients
23 served, services provided, and expenditures and revenues associated
24 with those services.

25 (i) \$65,000 of the general fund--state appropriation for fiscal
26 year 2006 and \$65,000 of the general fund--federal appropriation are
27 provided solely for supplemental compensation increases for direct care
28 workers employed by home care agencies in recognition of higher labor
29 market cost pressures experienced by agencies subject to collective
30 bargaining obligations. In order for a specific home care agency to be
31 eligible for such increases, home care agencies shall submit the
32 following to the department:

33 (i) Proof of a legally binding, written commitment to increase the
34 compensation of agency home care workers; and

35 (ii) Proof of the existence of a method of enforcement of the
36 commitment, such as arbitration, that is available to the employees or
37 their representative, and proof that such a method is expeditious, uses
38 a neutral decision maker, and is economical for the employees.

1 (j) \$12,000 of the general fund--state appropriation for fiscal
2 year 2007 and \$12,000 of the general fund--federal appropriation are
3 provided solely to increase boarding home provider payment rates by 1.0
4 percent, effective July 1, 2006.

5 (k) \$134,000 of the general fund--state appropriation for fiscal
6 year 2007 and \$134,000 of the general fund--federal appropriation are
7 provided solely to increase adult family home provider payment rates by
8 1.0 percent, effective July 1, 2006.

9 (l) \$955,000 of the general fund--state appropriation for fiscal
10 year 2007 and \$958,000 of the general fund--federal appropriation are
11 provided solely for a rate increase for supported living providers of
12 15 cents per hour for King county, and 12 cents per hour for all other
13 counties.

14 (m) \$778,000 of the general fund--state appropriation for fiscal
15 year 2007 and \$580,000 of the general fund--federal appropriation are
16 provided solely for additional case managers and support staff. The
17 department shall dedicate half of the amount provided in this
18 subsection to accelerate the implementation of the mini-assessment tool
19 on clients not currently receiving paid services.

20 (2) INSTITUTIONAL SERVICES

21	General Fund--State Appropriation (FY 2006)	\$76,623,000
22	General Fund--State Appropriation (FY 2007)	(\$78,826,000)
23		<u>\$78,142,000</u>
24	General Fund--Federal Appropriation	(\$153,807,000)
25		<u>\$158,868,000</u>
26	General Fund--Private/Local Appropriation	(\$11,237,000)
27		<u>\$13,674,000</u>
28	Pension Funding Stabilization Account--State	
29	Appropriation	\$457,000
30	TOTAL APPROPRIATION	(\$320,950,000)
31		<u>\$327,764,000</u>

32 The appropriations in this subsection are subject to the following
33 conditions and limitations: The developmental disabilities program is
34 authorized to use funds appropriated in this section to purchase goods
35 and supplies through direct contracting with vendors when the program
36 determines it is cost-effective to do so.

37 (3) PROGRAM SUPPORT

1	General Fund--State Appropriation (FY 2006)	\$2,312,000
2	General Fund--State Appropriation (FY 2007)	(((\$1,924,000))
3		<u>\$1,915,000</u>
4	General Fund--Federal Appropriation	(((\$3,014,000))
5		<u>\$3,490,000</u>
6	Pension Funding Stabilization Account--State	
7	Appropriation	(((\$17,000))
8		<u>\$19,000</u>
9	TOTAL APPROPRIATION	(((\$7,267,000))
10		<u>\$7,736,000</u>

11 The appropriations in this subsection are subject to the following
12 conditions and limitations: \$578,000 of the general fund--state
13 appropriation for fiscal year 2006 and \$578,000 of the general fund--
14 federal appropriation are provided solely for the purpose of developing
15 and implementing a consistent needs assessment instrument for use on
16 all clients with developmental disabilities. In developing the
17 instrument, the department shall develop a process for collecting data
18 on family income for minor children with developmental disabilities and
19 all individuals who are receiving state-only funded services. The
20 department shall ensure that this information is captured as part of
21 the client assessment process.

22 (4) SPECIAL PROJECTS

23	General Fund--State Appropriation (FY 2006)	\$11,000
24	((General Fund--State Appropriation (FY 2007)	\$17,000))
25	General Fund--Federal Appropriation	(((\$17,238,000))
26		<u>\$17,227,000</u>
27	Pension Funding Stabilization Account--State	
28	Appropriation	\$2,000
29	TOTAL APPROPRIATION	(((\$17,268,000))
30		<u>\$17,240,000</u>

31 **Sec. 1106.** 2006 c 372 s 206 (uncodified) is amended to read as
32 follows:

33 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--AGING AND ADULT**
34 **SERVICES PROGRAM**

35	General Fund--State Appropriation (FY 2006)	\$610,082,000
36	General Fund--State Appropriation (FY 2007)	(((\$663,865,000))
37		<u>\$661,277,000</u>

1	General Fund--Federal Appropriation	((\$1,312,062,000))
2		<u>\$1,310,983,000</u>
3	General Fund--Private/Local Appropriation	\$18,949,000
4	Health Services Account--State Appropriation	\$4,888,000
5	Pension Funding Stabilization Account--State	
6	Appropriation	((\$317,000))
7		<u>\$319,000</u>
8	TOTAL APPROPRIATION	((\$2,610,163,000))
9		<u>\$2,606,498,000</u>

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

12 (1) The entire health services account appropriation, \$6,911,000 of
13 the general fund--state appropriation for fiscal year 2006,
14 ((~~\$11,571,000~~)) \$9,581,000 of the general fund--state appropriation for
15 fiscal year 2007, and ((~~\$23,251,000~~)) \$20,410,000 of the general fund--
16 federal appropriation are provided solely for health care benefits for
17 agency home care workers who are employed through state contracts for
18 at least twenty hours a week. The state contribution to the cost of
19 health care benefits per eligible participating worker per month shall
20 be no greater than \$449.00 in fiscal year 2006 and \$532.00 per month in
21 fiscal year 2007. The department, in consultation with the home care
22 quality authority and the health care authority, shall examine how the
23 state determines the appropriate level of health care costs when
24 establishing state contribution rates for all agency and individual
25 home care workers caring for state subsidized clients. The department
26 shall recommend options as to how equivalent benefits can be purchased
27 on behalf of home care workers in a more cost effective manner to the
28 office of financial management and the appropriate fiscal committees of
29 the legislature by October 1, 2006.

30 (2) For purposes of implementing chapter 74.46 RCW, the weighted
31 average nursing facility payment rate shall not exceed \$147.57 for
32 fiscal year 2006 and shall not exceed ((~~\$156.41~~)) \$155.99 for fiscal
33 year 2007.

34 (3) In accordance with chapter 74.46 RCW, the department shall
35 issue certificates of capital authorization that result in up to \$16
36 million of increased asset value completed and ready for occupancy in
37 fiscal year 2006; up to \$16 million of increased asset value completed

1 and ready for occupancy in fiscal year 2007; and up to \$16 million of
2 increased asset value completed and ready for occupancy in fiscal year
3 2008.

4 (4) Adult day health services shall not be considered a duplication
5 of services for persons receiving care in long-term care settings
6 licensed under chapter 18.20, 72.36, or 70.128 RCW.

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

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

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

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

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

24 (6) \$1,604,000 of the general fund--state appropriation for fiscal
25 year 2006, \$3,450,000 of the general fund--state appropriation for
26 fiscal year 2007, and \$5,064,000 of the general fund--federal
27 appropriation are provided solely to increase compensation for direct
28 care workers employed by home care agencies by 27 cents per hour on
29 July 1, 2005, and by an additional 23 cents per hour on July 1, 2006.
30 The amounts in this subsection also include the funds needed for the
31 employer share of unemployment and social security taxes on the amount
32 of the increase.

33 (7) \$1,786,000 of the general fund--state appropriation for fiscal
34 year 2006 and \$1,804,000 of the general fund--state appropriation for
35 fiscal year 2007 are provided solely for operation of the volunteer
36 chore services program.

37 (8) The department shall establish waiting lists to the extent
38 necessary to assure that annual expenditures on the community options

1 program entry systems (COPES) program do not exceed appropriated
2 levels. In establishing and managing any such waiting list, the
3 department shall assure priority access to persons with the greatest
4 unmet needs, as determined by department assessment processes.

5 (9) \$93,000 of the general fund--state appropriation for fiscal
6 year 2006, \$8,000 of the general fund--state appropriation for fiscal
7 year 2007, and \$101,000 of the general fund--federal appropriation are
8 provided solely to expand the number of boarding homes that receive
9 exceptional care rates for persons with Alzheimer's disease and related
10 dementias who might otherwise require nursing home care. The
11 department may expand the number of licensed boarding home facilities
12 that specialize in caring for such conditions by up to 85 beds in
13 fiscal year 2006 and up to 150 beds in fiscal year 2007.

14 (10) \$305,000 of the general fund--state appropriation for fiscal
15 year 2006 and \$377,000 of the general fund--state appropriation for
16 fiscal year 2007 are provided solely for the senior farmer's market
17 nutrition program.

18 (11) \$109,000 of the general fund--state appropriation for fiscal
19 year 2006, \$90,000 of the general fund--state appropriation for fiscal
20 year 2007, and \$198,000 of the general fund--federal appropriation are
21 provided solely for the implementation of Second Substitute House Bill
22 No. 1220 (long-term care financing). If the bill is not enacted by
23 June 30, 2005, the amounts provided in this subsection shall lapse.

24 (12) \$100,000 of the general fund--state appropriation for fiscal
25 year 2006 and \$100,000 of the general fund--state appropriation for
26 fiscal year 2007 are provided solely for area agencies on aging, or
27 entities with which area agencies on aging contract, to provide a
28 kinship navigator for grandparents and other kinship caregivers of
29 children in both western and eastern Washington.

30 (a) Kinship navigator services shall include but not be limited to
31 assisting kinship caregivers with understanding and navigating the
32 system of services for children in out-of-home care while reducing
33 barriers faced by kinship caregivers when accessing services.

34 (b) In providing kinship navigator services, area agencies on aging
35 shall give priority to helping kinship caregivers maintain their
36 caregiving role by helping them access existing services and supports,
37 thus keeping children from entering foster care.

1 (13) \$435,000 of the general fund--state appropriation for fiscal
2 year 2006 and \$435,000 of the general fund--federal appropriation are
3 provided solely for supplemental compensation increases for direct care
4 workers employed by home care agencies in recognition of higher labor
5 market cost pressures experienced by agencies subject to collective
6 bargaining obligations. In order for a specific home care agency to be
7 eligible for such increases, home care agencies shall submit the
8 following to the department:

9 (a) Proof of a legally binding, written commitment to increase the
10 compensation of agency home care workers; and

11 (b) Proof of the existence of a method of enforcement of the
12 commitment, such as arbitration, that is available to the employees or
13 their representative, and proof that such a method is expeditious, uses
14 a neutral decision maker, and is economical for the employees.

15 (14) \$7,500,000 of the general fund--state appropriation for fiscal
16 year 2007 and \$7,500,000 of the general fund--federal appropriation are
17 provided solely for purposes of settling all claims in the class action
18 suit commonly known as *Regency Pacific et al. v. Department of Social*
19 *and Health Services*. The expenditure of this amount is contingent on
20 the release of all claims in the case, and total settlement costs shall
21 not exceed the amount provided in this subsection.

22 (15) \$121,000 of the general fund--state appropriation for fiscal
23 year 2007 and \$120,000 of the general fund--federal appropriation are
24 provided solely to implement Engrossed Substitute House Bill No. 2475
25 (individual providers). If the bill is not enacted by June 30, 2006,
26 the amounts provided in this subsection shall lapse.

27 (16) \$57,000 of the general fund--state appropriation for fiscal
28 year 2007 and \$57,000 of the general fund--federal appropriation are
29 provided solely to implement Engrossed Second Substitute Senate Bill
30 No. 6630 (threatening individuals). If the bill is not enacted by June
31 30, 2006, the amounts provided in this subsection shall lapse.

32 (17) \$4,493,000 of the general fund--state appropriation for fiscal
33 year 2007 and \$4,478,000 of the general fund--federal appropriation are
34 provided solely to implement Substitute House Bill No. 2333 (agency
35 home care workers). If the bill is not enacted by June 30, 2006, the
36 amounts provided in this subsection shall lapse.

37 (18) \$183,000 of the general fund--state appropriation for fiscal
38 year 2006 and \$184,000 of the general fund--federal appropriation are

1 provided solely for payments to a boarding home licensed under chapter
2 18.20 RCW on January 25, 2002, which contracts with the department to
3 provide assisted living services and which serves 20 or more clients
4 participating in the program for all-inclusive care.

5 (19) \$10,090,000 of the general fund--state appropriation for
6 fiscal year 2007 and \$10,090,000 of the general fund--federal
7 appropriation are provided solely for the implementation of House Bill
8 No. 2716 (nursing facility payment). If the bill is not enacted by
9 June 30, 2006, the amounts provided in this subsection shall lapse.

10 (20) \$500,000 of the general fund--state appropriation for fiscal
11 year 2006 and \$1,000,000 of the general fund--state appropriation for
12 fiscal year 2007 are provided solely for area agencies on aging, or
13 entities with which area agencies on aging contract, to provide support
14 services through the kinship caregiver support program for grandparents
15 and other informal kinship caregivers of children throughout the state.

16 (21) \$732,000 of the general fund--state appropriation for fiscal
17 year 2007 and \$715,000 of the general fund--federal appropriation are
18 provided solely to increase boarding home provider payment rates by 1.0
19 percent, effective July 1, 2006.

20 (22) \$443,000 of the general fund--state appropriation for fiscal
21 year 2007 and \$437,000 of the general fund--federal appropriation are
22 provided solely to increase adult family home provider payment rates by
23 1.0 percent, effective July 1, 2006.

24 (23) \$125,000 of the general fund--state appropriation for fiscal
25 year 2007 and \$125,000 of the general fund--federal appropriation are
26 provided solely for the department to contract with an outside entity
27 to review the current payment methodology for nursing facilities in
28 preparation for the joint legislative task force on long-term care
29 residential payment systems authorized by the 2007-09 biennial
30 appropriations act. The department shall contract for the study as
31 soon as practicable and report on the results of the study by October
32 1, 2007.

33 **Sec. 1107.** 2006 c 372 s 207 (uncodified) is amended to read as
34 follows:

35 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ECONOMIC SERVICES**
36 **PROGRAM**

37 General Fund--State Appropriation (FY 2006) ((\$514,027,000))

1		<u>\$513,976,000</u>
2	General Fund--State Appropriation (FY 2007)	(((\$531,957,000))
3		<u>\$537,966,000</u>
4	General Fund--Federal Appropriation	(((\$1,245,673,000))
5		<u>\$1,225,905,000</u>
6	General Fund--Private/Local Appropriation	\$27,535,000
7	Pension Funding Stabilization Account--State	
8	Appropriation	(((\$1,138,000))
9		<u>\$1,169,000</u>
10	TOTAL APPROPRIATION	(((\$2,320,330,000))
11		<u>\$2,306,551,000</u>

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

14 (1) \$303,247,000 of the general fund--state appropriation for
15 fiscal year 2006, \$307,273,000 of the general fund--state appropriation
16 for fiscal year 2007, and \$905,232,000 of the general fund--federal
17 appropriation are provided solely for all components of the WorkFirst
18 program. Within the amounts provided for the WorkFirst program, the
19 department shall:

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

28 (b) Submit a report by October 1, 2005, to the fiscal committees of
29 the legislature containing a spending plan for the WorkFirst program.
30 The plan shall identify how spending levels in the 2005-2007 biennium
31 will be adjusted to stay within available federal grant levels and the
32 appropriated state-fund levels.

33 (2) \$72,526,000 of the general fund--state appropriation for fiscal
34 year 2006 and ~~(((\$77,880,000))~~ \$82,259,000 of the general fund--state
35 appropriation for fiscal year 2007 are provided solely for cash
36 assistance and other services to recipients in the general
37 assistance(~~---unemployable~~) program. Within these amounts:

1 (a) The department may expend funds for services that assist
2 recipients to obtain employment and reduce their dependence on public
3 assistance, provided that expenditures for these services and cash
4 assistance do not exceed the funds provided. Mental health, substance
5 abuse, and vocational rehabilitation services may be provided to
6 recipients whose incapacity is not severe enough to qualify for
7 services through a regional support network, the alcoholism and drug
8 addiction treatment and support act, or the division of vocational
9 rehabilitation to the extent that those services are necessary to
10 eliminate or minimize barriers to employment;

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

16 (c) The department shall identify general assistance recipients who
17 are or may be eligible to receive health care coverage or services
18 through the federal veteran's administration and assist recipients in
19 obtaining access to those benefits; and

20 (d) The department shall report by November of each year to the
21 appropriate committees of the legislature on the progress and outcomes
22 of these efforts.

23 (3) Within amounts appropriated in this section, the department
24 shall increase the state supplemental payment by \$10 per month
25 beginning in fiscal year 2006, and by an additional \$2.06 per month
26 beginning in fiscal year 2007, for SSI clients who reside in nursing
27 facilities, residential habilitation centers, or state hospitals and
28 who receive a personal needs allowance and decrease other state
29 supplemental payments.

30 (4) \$5,000,000 of the general fund--state appropriation for fiscal
31 year 2006 and \$10,000,000 of the general fund--state appropriation for
32 fiscal year 2007 are provided solely for a subsidy rate increase for
33 child care providers. Of this amount, \$500,000 per year shall be
34 targeted for child care providers in urban areas of region 1 and
35 \$500,000 per year shall be targeted for one or more tiered-
36 reimbursement pilot projects.

37 (5) \$32,000 of the general fund--state appropriation for fiscal
38 year 2007 and \$61,000 of the general fund--federal appropriation are

1 provided solely for implementation of Substitute Senate Bill No. 5244
2 (deficit reduction act). If the bill is not enacted by June 30, 2007,
3 the amounts provided in this subsection shall lapse.

4 **Sec. 1108.** 2006 c 372 s 208 (uncodified) is amended to read as
5 follows:

6 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ALCOHOL AND**
7 **SUBSTANCE ABUSE PROGRAM**

8	General Fund--State Appropriation (FY 2006)	\$55,136,000
9	General Fund--State Appropriation (FY 2007)	(\$67,345,000)
10		<u>\$58,973,000</u>
11	General Fund--Federal Appropriation	(\$136,750,000)
12		<u>\$156,481,000</u>
13	General Fund--Private/Local Appropriation	\$634,000
14	Criminal Justice Treatment Account--State	
15	Appropriation	(\$16,500,000)
16		<u>\$16,745,000</u>
17	Violence Reduction and Drug Enforcement Account--State	
18	Appropriation	\$48,842,000
19	Problem Gambling Account--State	
20	Appropriation	\$1,350,000
21	Public Safety and Education Account--State	
22	Appropriation	\$2,081,000
23	Pension Funding Stabilization Account--State	
24	Appropriation	\$39,000
25	TOTAL APPROPRIATION	(\$328,677,000)
26		<u>\$340,281,000</u>

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

29 (1) \$100,000 of the general fund--state appropriation for fiscal
30 year 2006, \$50,000 of the general fund--state appropriation for fiscal
31 year 2007, and \$1,350,000 of the problem gambling account appropriation
32 are provided solely for the program established in Engrossed Substitute
33 House Bill No. 1031 (problem gambling). If legislation creating the
34 account is not enacted by June 30, 2005, this amount shall lapse.

35 (2) \$1,339,000 of the general fund--state appropriation for fiscal
36 year 2006 and \$1,713,000 of the general fund--state appropriation for
37 fiscal year 2007 are provided solely for the parent child assistance

1 program, including an expansion of services to southwestern Washington
2 and Skagit county. The department shall contract with the University
3 of Washington and community-based providers in Spokane, Yakima, Skagit
4 county, and southwestern Washington for the provision of this program.
5 For all contractors, indirect charges for administering the program
6 shall not exceed ten percent of the total contract amount. The amounts
7 provided in this subsection are sufficient to fund section 303 of
8 Senate Bill No. 5763 (mental disorders treatment).

9 (3) \$2,000,000 of the general fund--state appropriation for fiscal
10 year 2006 and \$3,000,000 of the general fund--state appropriation for
11 fiscal year 2007 are provided solely for vendor rate adjustments for
12 residential treatment providers for chemical dependency services.

13 (4) \$465,000 of the general fund--state appropriation for fiscal
14 year 2006, \$934,000 of the general fund--state appropriation for fiscal
15 year 2007, \$1,319,000 of the general fund--federal appropriation, and
16 \$700,000 of the violence reduction and drug enforcement account
17 appropriation are provided solely for vendor rate adjustments for
18 residential treatment providers. To the extent that a portion of this
19 funding is sufficient to maintain sufficient residential treatment
20 capacity, remaining amounts may then be used to provide vendor rate
21 adjustments to other types of providers as prioritized by the
22 department in order to maintain or increase treatment capacity.

23 (5) \$1,916,000 of the general fund--state appropriation for fiscal
24 year 2006 and \$4,278,000 of the general fund--state appropriation for
25 fiscal year 2007 are provided solely for integrated pilot programs as
26 required by section 203 of Senate Bill No. 5763 (mental disorders
27 treatment). If section 203 of Senate Bill No. 5763 is not enacted by
28 June 30, 2005, the amounts provided in this subsection shall lapse.

29 (6) \$244,000 of the general fund--state appropriation for fiscal
30 year 2006 and \$244,000 of the general fund--state appropriation for
31 fiscal year 2007 are provided solely for intensive case management
32 pilot programs as required by section 220 of Senate Bill No. 5763
33 (mental disorders treatment). If section 220 of Senate Bill No. 5763
34 is not enacted by June 30, 2005, the amounts provided in this
35 subsection shall lapse.

36 (7) \$159,000 of the general fund--state appropriation for fiscal
37 year 2006, \$140,000 of the general fund--state appropriation for fiscal
38 year 2007, and \$161,000 of the general fund--federal appropriation are

1 provided solely for development of the integrated chemical
2 dependency/mental health screening and assessment tool required by
3 section 601 of Senate Bill No. 5763 (mental disorders treatment), and
4 associated training and quality assurance. If section 601 of Senate
5 Bill No. 5763 is not enacted by June 30, 2005, the amounts provided in
6 this subsection shall lapse.

7 (8) \$5,475,000 of the general fund--state appropriation for fiscal
8 year 2006, (~~(\$13,124,000)~~) \$6,727,000 of the general fund--state
9 appropriation for fiscal year 2007, and (~~(\$10,669,000)~~) \$6,997,000 of
10 the general fund--federal appropriation are provided solely to increase
11 capacity of chemical dependency treatment services for adult medicaid
12 eligible and general assistance-unemployable clients. The department
13 shall monitor the number and type of clients entering treatment, for
14 purposes of determining potential cost offsets.

15 (9) \$1,967,000 of the general fund--state appropriation for fiscal
16 year 2006, (~~(\$2,523,000)~~) \$469,000 of the general fund--state
17 appropriation for fiscal year 2007, and (~~(\$1,496,000)~~) \$655,000 of the
18 general fund--federal appropriation are provided solely to increase
19 capacity of chemical dependency treatment services for minors who are
20 under 200 percent of the federal poverty level. The department shall
21 monitor the number and type of clients entering treatment, for purposes
22 of determining potential cost offsets.

23 **Sec. 1109.** 2006 c 372 s 209 (uncodified) is amended to read as
24 follows:

25 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--MEDICAL ASSISTANCE**
26 **PROGRAM**

27	General Fund--State Appropriation (FY 2006)	\$1,462,447,000
28	General Fund--State Appropriation (FY 2007)	((\$1,550,541,000))
29		<u>\$1,535,463,000</u>
30	General Fund--Federal Appropriation	((\$4,001,987,000))
31		<u>\$3,902,112,000</u>
32	General Fund--Private/Local Appropriation	\$2,000,000
33	Emergency Medical Services and Trauma Care Systems	
34	Trust Account--State Appropriation	\$15,000,000
35	Health Services Account--State Appropriation	((\$677,288,000))
36		<u>\$663,077,000</u>
37	Pension Funding Stabilization Account--State	

1	Appropriation	((\$123,000))
2		<u>\$124,000</u>
3	TOTAL APPROPRIATION	((\$7,709,386,000))
4		<u>\$7,580,223,000</u>

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

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

13 (2) The department shall continue to extend medicaid eligibility to
14 children through age 18 residing in households with incomes below 200
15 percent of the federal poverty level.

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

20 (4) Sufficient amounts are appropriated in this section for the
21 department to continue podiatry services for medicaid-eligible adults.

22 (5) Sufficient amounts are appropriated in this section for the
23 department to provide an adult dental benefit that is equivalent to the
24 benefit provided in the 2003-05 biennium.

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

1 (7) \$2,221,000 of the health services account appropriation,
2 \$5,402,000 of the general fund--federal appropriation, \$1,590,000 of
3 the general fund--state appropriation for fiscal year 2006, and
4 \$1,591,000 of the general fund--state appropriation for fiscal year
5 2007 are provided solely for grants to rural hospitals. The department
6 shall distribute the funds under a formula that provides a relatively
7 larger share of the available funding to hospitals that (a) serve a
8 disproportionate share of low-income and medically indigent patients
9 and (b) have relatively smaller net financial margins, to the extent
10 allowed by the federal medicaid program.

11 (8) \$21,092,000 of the health services account appropriation and
12 \$19,725,000 of the general fund--federal appropriation are provided
13 solely for grants to nonrural hospitals. The department shall
14 distribute the funds under a formula that provides a relatively larger
15 share of the available funding to hospitals that (a) serve a
16 disproportionate share of low-income and medically indigent patients
17 and (b) have relatively smaller net financial margins, to the extent
18 allowed by the federal medicaid program.

19 (9) In response to the federal directive to eliminate
20 intergovernmental transfer transactions effective June 30, 2005, the
21 department is directed to implement the inpatient hospital certified
22 public expenditures program for the 2005-07 biennium. The program
23 shall apply to all public hospitals, including those owned or operated
24 by the state, except those classified as critical access hospitals or
25 state psychiatric institutions. Hospitals in the program shall be paid
26 and shall retain (a) one hundred percent of the federal portion of each
27 medicaid inpatient fee-for-service claim payable by the medical
28 assistance administration; and (b) one hundred percent of the federal
29 portion of the maximum disproportionate share hospital payment
30 allowable under federal regulations. Medicaid fee-for-service claim
31 amounts shall be established by applying the department's ratio of
32 costs to charges payment methodology. The department shall provide
33 participating hospitals with the information and instructions needed by
34 the hospital to certify the public expenditures required to qualify for
35 the federal portions of both the medicaid inpatient fee-for-service
36 payments and the disproportionate share hospital payments. In the
37 event that any part of the program including, but not limited to,
38 allowable certified public expenditures, is disallowed by the federal

1 government, the department shall not seek recoupment of payments from
2 the hospitals, provided the hospitals have complied with the directions
3 of the department for participation in the program. The legislature
4 intends that hospitals in the program receive no less in combined state
5 and federal payments than they would have received under the
6 methodology that was in place during fiscal year 2005. The department
7 shall therefore make additional grant payments, not to exceed the
8 amounts specified in this subsection, to hospitals whose total payments
9 under the program would otherwise be less than the total state and
10 federal payments they would have received under the methodology in
11 effect during fiscal year 2005. Payments under these new state grant
12 and upper payment limit programs shall not exceed \$54,054,000 from
13 general fund--state appropriations in fiscal year 2006, of which
14 \$5,600,000 is appropriated in section 204(1) of this 2006 act and the
15 balance in this section; (~~(\$47,474,000)~~) \$64,417,000 from general
16 fund--state appropriations in fiscal year 2007, of which \$5,600,000 is
17 appropriated in section 204(1) of this 2006 act and the balance in this
18 section; and (~~(\$11,328,000)~~) \$7,386,000 from the general fund--federal
19 appropriations in this section.

20 (10) \$4,077,000 of the general fund--state appropriation for fiscal
21 year 2006, (~~(\$4,847,000)~~) \$3,294,000 of the general fund--state
22 appropriation for fiscal year 2007, and (~~(\$70,100,000)~~) \$57,565,000 of
23 the general fund--federal appropriation are provided solely for
24 development and implementation of a replacement system for the existing
25 medicaid management information system.

26 (11) \$188,000 of the general fund--state appropriation for fiscal
27 year 2006, \$37,000 of the general fund--state appropriation for fiscal
28 year 2007, and \$225,000 of the general fund--federal appropriation are
29 provided solely for the department to contract for an independent
30 analysis of the medical assistance administration's current system for
31 establishing hospital inpatient payment rates, and for recommendations
32 on a new or updated system. The department shall submit an interim
33 report of study findings by December 1, 2005, and a final report by
34 November 15, 2006. The interim report shall include a comparison of
35 the strengths and weaknesses of the current rate-setting system
36 relative to those used by other state, federal, and private payers.
37 The final report shall include recommendations on the design and
38 implementation of a new or updated system that will promote equity

1 among hospitals, access to quality care and improved health outcomes
2 for patients, and cost-control and efficiency for taxpayers. The study
3 should make use of complete and current cost data from a wide variety
4 of hospitals, recognize unique aspects of hospital service delivery
5 structures and medicaid payment systems in Washington, recognize
6 impacts on productivity and quality of care that may result from
7 hospital compensation, recruitment, and retention policies, and provide
8 opportunities for comment and participation by key interest groups in
9 the identification and assessment of alternatives.

10 (12) Payment rates for hospital inpatient and outpatient services
11 shall be increased by an average of 1.3 percent effective July 1, 2005,
12 and by an average of an additional 1.3 percent effective July 1, 2006.
13 The inpatient increases shall be provided only on the portion of a
14 hospital's rate that excludes medical education and outlier costs, and
15 shall be allocated so that hospitals with lower costs of care
16 (excluding medical education and outlier costs) receive larger
17 percentage increases than those with higher costs of care. The
18 inpatient increases shall be allocated in three percentage increments,
19 with the lowest-cost hospitals receiving the largest percentage rate
20 increase, highest-cost hospitals receiving the smallest percentage
21 increase, and medium-cost hospitals receiving the average of the
22 highest and the lowest percentage rate increase. Increases shall not
23 be provided to those hospitals that are certified as critical access.
24 Sufficient funds are appropriated in this section for Healthy Options
25 contractors to increase hospital payment rates commensurate with the
26 increases in fee-for-service payment rates.

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

31 (14) The medical assistance administration is authorized to use
32 funds appropriated in this section to purchase goods and supplies
33 through direct contracting with vendors when the administration
34 determines it is cost-effective to do so.

35 (15) The legislature affirms that it is in the state's interest for
36 Harborview medical center to remain an economically viable component of
37 the state's health care system.

1 (16) By October 1, 2005, the department shall recommend to the
2 governor and legislature at least two pilot project designs which seem
3 likely to reduce avoidable emergency room utilization at no net cost to
4 the state within the projects' first eighteen months of operation.

5 (17) Within funds appropriated in this section, the department
6 shall participate in the health technology assessment program required
7 in section 213(6) of this act.

8 (18) The department is also required to participate in the joint
9 health purchasing project described in section 213(7) of this act.

10 (19) The department shall, within available resources, continue
11 operation of the medical care services care management pilot project
12 for clients receiving general assistance benefits in King and Pierce
13 counties. The project may use a full or partial capitation model that
14 includes a mechanism for shared savings. The department shall provide
15 a report to the appropriate committees of the legislature by January 1,
16 2006, on costs, savings, and any outcomes or quality measures
17 associated with the pilot programs during the first year of operation.

18 (20) By October 1, 2005, the department shall report to the
19 appropriate committees of the legislature on the potential fiscal and
20 programmatic costs and benefits associated with an expansion of managed
21 care pilot programs to SSI and other eligible medicaid elderly and
22 disabled persons.

23 (21) By November 15, 2006, the department of social and health
24 services, in consultation with the department of revenue and the health
25 care authority, shall report to the health care and fiscal committees
26 of the legislature on options for providing financial incentives for
27 private practice physicians to serve uninsured, medicare, and medicaid
28 patients. The report shall include an assessment of the relative costs
29 and effectiveness of strategies including, but not limited to, tax
30 credits and payment rate increases. The report shall further suggest
31 alternative mechanisms and thresholds for varying tax credits and
32 payment enhancements according to the extent to which a provider serves
33 uninsured, medicare, and medicaid patients.

34 (22) The department is directed to pursue all available
35 administrative remedies to dispute and reverse recent large retroactive
36 charges by the federal medicare program for payment of medicare part B
37 premiums on behalf of medicaid recipients, to the extent that such
38 premiums are for periods when medicare coverage was in fact never

1 provided the beneficiaries, and their care was instead fully covered by
2 the state medicaid program. The department shall report to the fiscal
3 committees of the legislature by December 1, 2006, on the actions it
4 has taken to dispute and reverse these charges.

5 (23) \$66,000 of the general fund--state appropriation for fiscal
6 year 2007 and \$66,000 of the general fund--federal appropriation are
7 provided solely to implement Second Substitute House Bill No. 2002
8 (foster care support services). If the bill is not enacted by June 30,
9 2006, the amount provided in this subsection shall lapse.

10 (24) \$255,000 of the general fund--state appropriation for fiscal
11 year 2007 and \$2,107,000 of the general fund--federal appropriation are
12 provided solely to increase the availability of family planning
13 services at the department of social and health services' community
14 service offices. Resources will be prioritized for those offices where
15 pregnancy rates are higher than the statewide average.

16 (25) \$17,000 of the general fund--state appropriation for fiscal
17 year 2006, \$53,000 of the general fund--state appropriation for fiscal
18 year 2007, and \$70,000 of the general fund--federal appropriation are
19 provided solely for conducting a study of the employment status of
20 enrollees in the basic health plan and the medical assistance program,
21 pursuant to Engrossed Substitute House Bill No. 3079 (health care
22 services). If the bill is not enacted by June 30, 2006, the amounts
23 provided in this subsection shall lapse.

24 **Sec. 1110.** 2006 c 372 s 210 (uncodified) is amended to read as
25 follows:

26 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--VOCATIONAL**
27 **REHABILITATION PROGRAM**

28	General Fund--State Appropriation (FY 2006)	\$10,694,000
29	General Fund--State Appropriation (FY 2007)	((\$11,014,000))
30		<u>\$10,946,000</u>
31	General Fund--Federal Appropriation	((\$89,472,000))
32		<u>\$89,471,000</u>

33	Telecommunications Devices for the Hearing and	
34	Speech Impaired--State Appropriation	\$1,792,000
35	Pension Funding Stabilization Account--State	
36	Appropriation	((\$31,000))

1 \$33,000
 2 TOTAL APPROPRIATION ((~~\$113,003,000~~))
 3 \$112,936,000

4 The appropriations in this section are subject to the following
 5 conditions and limitations: The division of vocational rehabilitation
 6 shall maintain support for existing clubhouse programs at the 2003-2005
 7 level.

8 **Sec. 1111.** 2006 c 372 s 211 (uncodified) is amended to read as
 9 follows:

10 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ADMINISTRATION AND**
 11 **SUPPORTING SERVICES PROGRAM**

12 General Fund--State Appropriation (FY 2006) \$34,675,000
 13 General Fund--State Appropriation (FY 2007) ((~~\$36,860,000~~))
 14 \$41,279,000
 15 General Fund--Federal Appropriation ((~~\$62,376,000~~))
 16 \$61,788,000
 17 General Fund--Private/Local Appropriation ((~~\$810,000~~))
 18 \$836,000
 19 Public Safety and Education Account--State
 20 Appropriation \$2,452,000
 21 Violence Reduction and Drug Enforcement Account--State
 22 Appropriation \$1,793,000
 23 Pension Funding Stabilization Account--State
 24 Appropriation ((~~\$300,000~~))
 25 \$246,000
 26 TOTAL APPROPRIATION ((~~\$139,266,000~~))
 27 \$143,069,000

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

30 (1) \$500,000 of the general fund--state appropriation for fiscal
 31 year 2006 and \$500,000 of the general fund--state appropriation for
 32 fiscal year 2007 are provided solely for funding of the teamchild
 33 project through the governor's juvenile justice advisory committee.

34 (2) \$2,452,000 of the public safety and education account--state
 35 appropriation, \$1,500,000 of the general fund--state appropriation for
 36 fiscal year 2007, and \$1,791,000 of the violence reduction and drug

1 enforcement account--state appropriation are provided solely for the
2 family policy council.

3 (3) \$2,245,000 of the general fund--state appropriation for fiscal
4 year 2006, \$1,589,000 of the general fund--state appropriation for
5 fiscal year 2007, and \$3,834,000 of the general--fund federal
6 appropriation are provided solely to implement the 2005-07 home care
7 worker collective bargaining agreement.

8

9 **Sec. 1112.** 2006 c 372 s 212 (uncodified) is amended to read as
10 follows:

11 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--PAYMENTS TO OTHER**
12 **AGENCIES PROGRAM**

13	General Fund--State Appropriation (FY 2006)	\$48,755,000
14	General Fund--State Appropriation (FY 2007)	((\$49,277,000))
15		<u>\$50,970,000</u>
16	General Fund--Federal Appropriation	((\$47,248,000))
17		<u>\$49,938,000</u>
18	TOTAL APPROPRIATION	((\$145,280,000))
19		<u>\$149,663,000</u>

20

21 The appropriations in this section are subject to the following
22 conditions and limitations: \$114,000 of the general fund--state
23 appropriation for fiscal year 2007 and \$51,000 of the general fund--
24 federal appropriation are provided solely for chapter 512, Laws of
25 2005.

26 **Sec. 1113.** 2006 c 372 s 213 (uncodified) is amended to read as
27 follows:

28 **FOR THE STATE HEALTH CARE AUTHORITY**

29	General Fund--Federal Appropriation	\$3,710,000
30	State Health Care Authority Administrative Account--	
31	State Appropriation	((\$33,279,000))
32		<u>\$34,034,000</u>
33	Medical Aid Account--State Appropriation	\$345,000
34	Health Services Account--State Appropriation	((\$468,286,000))
35		<u>\$464,247,000</u>
36	TOTAL APPROPRIATION	((\$505,620,000))
37		<u>\$502,336,000</u>

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

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

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

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

35 (4) \$21,108,000 of the health services account--state appropriation
36 is provided solely for funding for health care services provided
37 through local community clinics.

1 (5) \$391,000 of the health services account appropriation is
2 provided solely for implementation of Substitute Senate Bill No. 5471,
3 chapter 129, Laws of 2005 (drug purchasing consortium).

4 (6) The health care authority shall conduct a health technology
5 assessment pilot project to evaluate scientific evidence regarding
6 current and evolving health care procedures, services and technology.
7 The pilot shall be a joint effort of the departments of social and
8 health services, labor and industries, corrections, and veteran's
9 affairs and the health care authority. Upon completion of assessment
10 of a procedure, service or technology, the agencies shall make every
11 effort, consistent with federal and state law, to jointly decide: (a)
12 On coverage of the procedure, service or technology by each agency, and
13 (b) if covered, the guidelines or criteria that will be applied to
14 medical necessity decisions.

15 (7) The departments of social and health services, labor and
16 industries and the health care authority, in collaboration with
17 affected health care providers, facilities, and contracted health
18 plans, shall design and implement a joint health purchasing project
19 that links payment to health care provider or facility performance,
20 particularly where such performance is expected to improve patient
21 outcomes or where there are wide variations in clinical practice used
22 to treat a condition or illness. The purchasing effort shall utilize
23 evidence-based performance measures that are designed to improve
24 quality of care and yield measurable and significant savings. The
25 project shall include payment mechanisms that create incentives to
26 improve quality of care. On or before December 1, 2006, the agencies
27 shall report to relevant policy and fiscal committees of the
28 legislature on the status of the purchasing project, including actual
29 and anticipated savings.

30 (8) \$395,000 of the health services account appropriation is
31 provided solely for implementation of Substitute House Bill No. 1689
32 (dental residency program). If Substitute House Bill No. 1689 is not
33 enacted by June 30, 2005, the amount provided in this subsection shall
34 lapse.

35 (9) \$250,000 of the health services account appropriation is
36 provided solely for implementation of Engrossed Second Substitute House
37 Bill No. 1688 (certificate of need program). If Engrossed Second

1 Substitute House Bill No. 1688 is not enacted by June 30, 2005, the
2 amount provided in this subsection shall lapse.

3 (10) \$316,000 of the health services account--state appropriation
4 and \$15,000 of the general fund--federal appropriation are provided
5 solely for a study of electronic medical records systems pursuant to
6 Substitute Senate Bill No. 5064 (electronic medical records). If the
7 bill is not enacted by June 30, 2005, the amounts provided in this
8 subsection shall lapse.

9 (11) \$458,000 of the health services account appropriation,
10 \$401,000 of the general fund--federal appropriation, \$205,000 of the
11 state health care authority administrative account--state
12 appropriation, and \$174,000 of the medical aid account--state
13 appropriation are provided solely for establishment of a centralized
14 evidence-based health technology assessment system as defined in
15 Engrossed Second Substitute House Bill No. 2575 (health technology
16 assessment), for supporting the activities of the health technology
17 clinical committee, or other activities required to implement Engrossed
18 Second Substitute House Bill No. 2575. Participating agencies will be
19 the medical assistance administration in the department of social and
20 health services, the department of labor and industries, the health
21 care authority's uniform medical plan, the department of corrections,
22 and the department of veterans affairs. If the bill is not enacted by
23 June 30, 2006, the amount provided in this subsection shall lapse.

24 (12) As provided in Engrossed Second Substitute Senate Bill No.
25 6459 (community-based health care solutions), the authority shall make
26 grants of up to \$250,000 from the community health collaborative
27 account to assist community-based organizations increase access to
28 appropriate, affordable health care for Washington residents,
29 particularly low-income working individuals and their families. State
30 grant funds may be used to collect federal matching funds available
31 through medicaid or through the state children's health insurance
32 (SCHIP) program, to the extent allowed by federal rules, and to the
33 extent funds are available in the state's SCHIP allotment in excess of
34 those required for services funded in section 209 of this 2006 act.

35 (13) \$625,000 of the health services account appropriation is
36 provided solely for the implementation of Engrossed Second Substitute
37 House Bill No. 2572 (small business health insurance assistance

1 program). If the bill is not enacted by June 30, 2006, the amount
2 provided in this subsection shall lapse.

3 (14) \$450,000 of the state health care authority administrative
4 account--state appropriation is provided solely for an on-line employee
5 health assessment tool.

6 (15) \$499,000 of the health services account appropriation and
7 \$65,000 of the general fund--federal appropriation are provided solely
8 for conducting a study of the employment status of enrollees in the
9 basic health plan and the medical assistance program, pursuant to
10 Engrossed Substitute House Bill No. 3079. If the bill is not enacted
11 by June 30, 2006, the amounts provided in this subsection shall lapse.

12 **Sec. 1114.** 2006 c 372 s 214 (uncodified) is amended to read as
13 follows:

14 **FOR THE HUMAN RIGHTS COMMISSION**

15	General Fund--State Appropriation (FY 2006)	\$2,779,000
16	General Fund--State Appropriation (FY 2007)	(\$3,032,000)
17		<u>\$3,067,000</u>
18	General Fund--Federal Appropriation	\$1,321,000
19	Pension Funding Stabilization Account--State	
20	Appropriation	\$13,000
21	TOTAL APPROPRIATION	(\$7,145,000)
22		<u>\$7,180,000</u>

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

25 (1) The commission shall submit a report by December 1st of each
26 year to the office of financial management and the legislative fiscal
27 committees detailing any changes in existing federal revenues for the
28 remainder of the current fiscal year and changes in projections of
29 federal revenue for the upcoming fiscal year.

30 (2) \$34,000 of the general fund--state appropriation for fiscal
31 year 2007 is provided solely for a human rights commission investigator
32 to travel to Vancouver once a week to provide complaint intake,
33 outreach, and conduct investigations.

34 **Sec. 1115.** 2006 c 372 s 216 (uncodified) is amended to read as
35 follows:

FOR THE CRIMINAL JUSTICE TRAINING COMMISSION

Public Safety and Education Account--State	
Appropriation	((\$22,231,000))
	<u>\$22,246,000</u>
Death Investigations Account--State Appropriation	\$148,000
Municipal Criminal Justice Assistance Account--	
State Appropriation	\$460,000
TOTAL APPROPRIATION	((\$22,839,000))
	<u>\$22,854,000</u>

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

(1) During the 2005-2007 biennium, the criminal justice training commission is authorized to raise existing fees charged for firearms certification for security guards in excess of the fiscal growth factor established pursuant to RCW 43.135.055, if necessary, to meet the actual costs of conducting the certification programs and the appropriation levels in this section.

(2) \$100,000 of the public safety and education account--state appropriation is provided solely for support of the coalition of small police agencies major crimes task force. The purpose of this task force is to pool its resources and to establish an efficient and cooperative approach in addressing major violent crimes.

(3) Amounts provided within this section are sufficient to implement the provisions of section 2 of House Bill No. 1136 (electronic monitoring system).

(4) \$163,000 of the public safety and education account--state appropriation is provided solely for the implementation of section 4 of Second Substitute House Bill No. 2805 (missing persons). If the bill is not enacted by June 30, 2006, the amount provided in this subsection shall lapse.

(5) The commission shall conduct a survey of local law enforcement and state agencies to collect data projecting future cadet enrollments for the 2007-2009 biennium. The commission shall report the findings to the legislature by October 1, 2006.

(6)(a) \$411,000 of the public safety and education account--state appropriation is provided solely for the implementation of Substitute Senate Bill No. 6502 (victim information system). If the bill is not enacted by June 30, 2006, the amount provided in this subsection is

1 provided solely for a contract with the Washington association of
2 sheriffs and police chiefs to implement a statewide automated victim
3 information and notification system. This system shall be added to the
4 city and county jail booking and reporting system. The statewide
5 automated victim information and notification system shall:

6 (i) Automatically notify a registered victim via the victim's
7 choice of telephone, letter, or e-mail when any of the following events
8 affect an offender housed in any Washington state city or county jail
9 or department of corrections facility: (A) Is transferred or assigned
10 to another facility; (B) is transferred to the custody of another
11 agency outside the state; (C) is given a different security
12 classification; (D) is released on temporary leave or otherwise; (E) is
13 discharged; (F) has escaped; or (G) has been served with a protective
14 order that was requested by the victim;

15 (ii) Automatically notify a registered victim via the victim's
16 choice of telephone, letter, or e-mail when an offender has: (A) An
17 upcoming court event where the victim is entitled to be present, if the
18 court information is made available to the statewide automated victim
19 information and notification system administrator at the Washington
20 association of sheriffs and police chiefs; (B) an upcoming parole,
21 pardon, or community supervision hearing; or (C) a change in the
22 offender's parole, probation, or community supervision status including
23 a change in the offender's supervision status or a change in the
24 offender's address;

25 (iii) Automatically notify a registered victim via the victim's
26 choice of telephone, letter, or e-mail when a sex offender has: (A)
27 Updated his or her profile information with the state sex offender
28 registry; or (B) become noncompliant with the state sex offender
29 registry;

30 (iv) Permit a registered victim to receive the most recent status
31 report for an offender in any Washington state city and county jail,
32 department of corrections, or sex offender registry by calling the
33 statewide automated victim information and notification system on a
34 toll-free telephone number or by accessing the statewide automated
35 victim information and notification system via a public web site. All
36 registered victims calling the statewide automated victim information
37 and notification system will be given the option to have live operator

1 assistance to help use the program on a twenty-four hour, three hundred
2 sixty-five day per year basis;

3 (v) Permit a crime victim to register, or registered victim to
4 update, the victim's registration information for the statewide
5 automated victim information and notification system by calling a toll-
6 free telephone number or by accessing a public web site; and

7 (vi) Ensure that the offender information contained within the
8 statewide automated victim information and notification system is
9 updated frequently to timely notify a crime victim that an offender has
10 been released or discharged or has escaped.

11 (b) The purpose of the victim information and notification system
12 is to protect the public health, safety, and welfare generally.
13 Creation and implementation of the victim information and notification
14 system does not create a private right of action.

15 (c) The Washington association of sheriffs and police chiefs will
16 not require automated victim information and notification systems in
17 existence and operational as of the effective date of this act to
18 participate in the statewide system.

19 (d) Any vendor that the association contracts with to provide the
20 statewide automated victim notification service must deliver the
21 service with a minimum of 99.95-percent availability and with less than
22 an average of one-percent notification errors as a result of the
23 vendor's technology.

24 (e) The Washington association of sheriffs and police chiefs shall
25 report to the appropriate fiscal and policy committees of the
26 legislature by December 1, 2006, on the availability of federal grant
27 funds to operate the victim information system.

28 (7) \$132,000 of the public safety and education account--state
29 appropriation is provided solely for the implementation of Substitute
30 Senate Bill No. 6320 (sex offender information). If the bill is not
31 enacted by June 30, 2006, the amount provided in this subsection shall
32 lapse.

33 (8) \$1,575,000 of the public safety and education account--state
34 appropriation is provided solely for the implementation of sections
35 103, 104, and 105 of Engrossed Second Substitute Senate Bill No. 6239
36 (controlled substances). If the bill is not enacted by June 30, 2006,
37 the amount provided in this subsection shall lapse.

1 **Sec. 1116.** 2006 c 372 s 217 (uncodified) is amended to read as
2 follows:

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

4	General Fund--State Appropriation (FY 2006)	\$7,561,000
5	General Fund--State Appropriation (FY 2007)	((\$7,681,000))
6		<u>\$7,671,000</u>
7	Public Safety and Education Account--State	
8	Appropriation	\$29,519,000
9	Public Safety and Education Account--Federal	
10	Appropriation	\$10,000,000
11	Asbestos Account--State Appropriation	\$810,000
12	Electrical License Account--State Appropriation	((\$35,995,000))
13		<u>\$36,303,000</u>
14	Farm Labor Revolving Account--Private/Local	
15	Appropriation	\$28,000
16	Worker and Community Right-to-Know Account--State	
17	Appropriation	\$1,827,000
18	Public Works Administration Account--State	
19	Appropriation	\$2,673,000
20	Accident Account--State Appropriation	((\$211,084,000))
21		<u>\$210,804,000</u>
22	Accident Account--Federal Appropriation	\$13,621,000
23	Medical Aid Account--State Appropriation	((\$208,033,000))
24		<u>\$208,036,000</u>
25	Medical Aid Account--Federal Appropriation	\$3,185,000
26	Plumbing Certificate Account--State Appropriation	\$1,730,000
27	Pressure Systems Safety Account--State	
28	Appropriation	\$3,357,000
29	Pension Funding Stabilization Account--State	
30	Appropriation	\$31,000
31	TOTAL APPROPRIATION	((\$537,135,000))
32		<u>\$537,156,000</u>

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

35 (1) \$700,000 of the accident account--state appropriation and
36 \$699,000 of the medical aid account--state appropriation are provided
37 solely for the construction of a computer system to collect data from
38 self-insured employers and are contingent on the passage of Substitute

1 House Bill No. 1310 (workers compensation reporting) on mandatory
2 electronic data reporting by self-insured employers. If the bill is
3 not enacted by June 30, 2005, the amounts provided in this subsection
4 shall lapse.

5 (2) \$29,283,000 of the public safety and education account--state
6 appropriation, and \$10,000,000 of the public safety and education
7 account--federal appropriation are provided solely for the crime
8 victims' compensation program, subject to the following conditions:

9 (a) Reimbursement shall be provided throughout the 2005-2007
10 biennium for full reimbursement of sexual assault forensic exams at
11 workers' compensation rates;

12 (b) Reimbursement shall be provided throughout fiscal year 2007 for
13 full reimbursement of mental health care at workers' compensation
14 rates; and

15 (c) In accordance with RCW 7.68.015, it is the policy of the state
16 that the department of labor and industries operate the crime victims'
17 compensation program within the amounts provided for this program in
18 this subsection.

19 (3) \$200,000 of the accident account--state appropriation is
20 provided solely to reimburse the department of agriculture for the
21 agricultural worker pesticide handling and application training
22 program.

23 (4) \$71,000 of the medical aid account--state appropriation and
24 \$71,000 of the accident account--state appropriation are provided
25 solely for the review of payment of medical bills and authorization for
26 medical procedures by self-insurers.

27 (5) The department is required to participate in the health
28 technology assessment program required in section 213(6) of this act.

29 (6) The department is also required to participate in the joint
30 health purchasing project described in section 213(7) of this act.

31 (7) \$35,000 of the general fund--state appropriation for fiscal
32 year 2006 and \$8,000 of the general fund--state appropriation for
33 fiscal year 2007 are provided solely for the implementation of
34 Substitute House Bill No. 1393 (older mobile homes). If the bill is
35 not enacted by June 30, 2005, the amount provided in this subsection
36 shall lapse.

37 (8) \$182,000 of the accident account--state appropriation and
38 \$623,000 of the medical aid account--state appropriation are provided

1 solely to (a) expand services in the centers of occupational health and
2 education (COHE) in Spokane and Renton; (b) add two additional COHE
3 locations in the state; and (c) include Yakima county in the Spokane
4 COHE.

5 (9) \$158,000 of the accident account--state appropriation and
6 \$158,000 of the medical aid account--state appropriation are provided
7 solely to implement Substitute House Bill No. 1856 (annual audits of
8 the state industrial insurance fund). If the bill is not enacted by
9 June 30, 2005, the amounts provided in this subsection shall lapse.

10 (10) The department shall delay the costs associated with
11 implementation of phase II of its indirect cost allocation plan for the
12 public works administration account until July 1, 2007.

13 (11) \$236,000 of the public safety and education account--state is
14 provided solely for fiscal year 2007 to implement House Bill No. 2612
15 (failure to secure a load). If the bill is not enacted by June 30,
16 2006, the amount provided in this subsection shall lapse.

17 (12) \$83,000 of the electrical license account--state is provided
18 solely for fiscal year 2007 to implement Substitute House Bill No. 1841
19 (electrical trainees). If the bill is not enacted by June 30, 2006 the
20 amount provided in this subsection shall lapse.

21 (~~(14)~~) (13) The department shall prepare a report identifying
22 programs funded either directly or indirectly from state workers'
23 compensation funds. The report shall describe the amounts and
24 percentages of funds used to administer identified programs, as well as
25 the criteria used to make funding decisions. In consultation with the
26 workers' compensation advisory committee, the department shall also
27 develop recommendations for equitable, adequate, and stable funding
28 sources for identified programs. The department shall submit the
29 report and the recommendations to the house of representatives
30 committees on appropriations and commerce and labor, or their successor
31 committees, and the senate committees on ways and means and labor,
32 commerce, research and development, or their successor committees, by
33 December 1, 2006.

34 (~~(15)~~) (14) \$61,000 of the electrical license account--state
35 appropriation and \$55,000 of the plumbing certificate account--state
36 appropriation are provided solely to implement Substitute Senate Bill
37 No. 6225 (domestic water pumping systems). If the bill is not enacted
38 by June 30, 2006, the amount provided in this subsection shall lapse.

1 (~~(16)~~) (15) \$26,000 of the accident account--state appropriation
2 and \$5,000 of the medical aid account--state appropriation are provided
3 solely to implement Substitute Senate Bill No. 6185 (family and medical
4 leave act). If the bill not enacted by June 30, 2006, the amount
5 provided in this subsection shall lapse.

6 **Sec. 1117.** 2006 c 372 s 219 (uncodified) is amended to read as
7 follows:

8 **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

9 (1) HEADQUARTERS

10	General Fund--State Appropriation (FY 2006)	\$1,917,000
11	General Fund--State Appropriation (FY 2007)	(\$1,982,000)
12		<u>\$2,058,000</u>
13	Charitable, Educational, Penal, and Reformatory	
14	Institutions Account--State Appropriation	\$10,000
15	Pension Funding Stabilization Account--State	
16	Appropriation	\$10,000
17	TOTAL APPROPRIATION	(\$3,919,000)
18		<u>\$3,995,000</u>

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

21 (a) The department shall participate in the health technology
22 assessment program required in section 213(6) of this act.

23 (b) The department shall participate in the joint health purchasing
24 project described in section 213(7) of this act.

25 (c) \$25,000 of the general fund--state appropriation for fiscal
26 year 2006 is provided for the department to conduct a feasibility study
27 of a veterans' cemetery in eastern Washington. The study shall include
28 location, acquisition costs, projection of continued operations costs,
29 and revenue sources for acquisition and operations. A final report of
30 the findings shall be submitted no later than December 15, 2005.

31 (d) \$70,000 of the general fund--state appropriation for fiscal
32 year 2006 and \$70,000 of the general fund--state appropriation for
33 fiscal year 2007 are provided solely for implementation of Senate Bill
34 No. 5539 (veterans conservation corps). If Senate Bill No. 5539 is not
35 enacted by June 30, 2005, these amounts shall lapse.

36 (2) FIELD SERVICES

1	General Fund--State Appropriation (FY 2006)	\$2,811,000
2	General Fund--State Appropriation (FY 2007)	(\$3,317,000)
3		<u>\$3,359,000</u>
4	General Fund--Federal Appropriation	(\$343,000)
5		<u>\$350,000</u>
6	General Fund--Private/Local Appropriation	(\$1,367,000)
7		<u>\$1,893,000</u>
8	Veterans Estate Management Account--Local	
9	Appropriation	\$651,000
10	Veterans' Innovations Program Account--State	
11	Appropriation	\$2,000,000
12	Pension Funding Stabilization Account--State	
13	Appropriation	\$11,000
14	TOTAL APPROPRIATION	(\$10,500,000)
15		<u>\$11,075,000</u>

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

18 (a) \$25,000 of the general fund--state appropriation for fiscal
19 year 2006 is provided solely for the development of a public service
20 announcement outreach campaign directed at returning veterans from
21 Operation Iraqi Freedom and Operation Enduring Freedom.

22 (b) \$75,000 of the general fund--state appropriation for fiscal
23 year 2006 and \$95,000 of the general fund--state appropriation for
24 fiscal year 2007 are provided solely for the post traumatic stress
25 counseling program expansion to address the needs of veterans returning
26 from Iraq and Afghanistan.

27 (c) \$2,000,000 of the veterans' innovations program account--state
28 appropriation for fiscal year 2007 is provided solely to implement
29 Second Substitute House Bill No. 2754 (veterans' innovations program).
30 If the bill is not enacted by June 30, 2006, the amount provided in
31 this subsection shall lapse.

32 (d) \$50,000 of the general fund--state appropriation for fiscal
33 year 2007 is provided solely to facilitate an immediate program of
34 outreach to Washington soldiers and their families, recognizing a need
35 to support severely wounded and ill soldiers returning from duty in
36 Iraq and Afghanistan. It is expected that the veterans' innovations
37 program will also administer funds and in-kind services contributed by
38 Washington citizens, businesses, and community organizations.

1	(3) INSTITUTIONAL SERVICES	
2	General Fund--State Appropriation (FY 2006)	\$5,283,000
3	General Fund--State Appropriation (FY 2007)	((\$5,946,000))
4		<u>\$6,490,000</u>
5	General Fund--Federal Appropriation	((\$36,114,000))
6		<u>\$36,507,000</u>
7	General Fund--Private/Local Appropriation	\$28,830,000
8	Pension Funding Stabilization Account--State	
9	Appropriation	\$187,000
10	TOTAL APPROPRIATION	((\$76,360,000))
11		<u>\$77,297,000</u>

12 **Sec. 1118.** 2006 c 372 s 221 (uncodified) is amended to read as
13 follows:

14 **FOR THE DEPARTMENT OF HEALTH**

15	General Fund--State Appropriation (FY 2006)	\$62,835,000
16	General Fund--State Appropriation (FY 2007)	((\$70,954,000))
17		<u>\$71,290,000</u>
18	General Fund--Federal Appropriation	((\$477,467,000))
19		<u>\$466,007,000</u>
20	General Fund--Private/Local Appropriation	((\$104,867,000))
21		<u>\$106,083,000</u>
22	Hospital Commission Account--State Appropriation	((\$1,521,000))
23		<u>\$1,522,000</u>
24	Health Professions Account--State Appropriation	((\$53,975,000))
25		<u>\$54,695,000</u>
26	Aquatic Lands Enhancement Account--State	
27	Appropriation	\$600,000
28	Emergency Medical Services and Trauma Care Systems	
29	Trust Account--State Appropriation	\$12,579,000
30	Safe Drinking Water Account--State Appropriation	((\$2,917,000))
31		<u>\$2,918,000</u>
32	Drinking Water Assistance Account--Federal	
33	Appropriation	((\$16,179,000))
34		<u>\$16,182,000</u>
35	Waterworks Operator Certification--State	
36	Appropriation	\$1,099,000
37	Drinking Water Assistance Administrative Account--	

1	State Appropriation	\$326,000
2	Water Quality Account--State Appropriation	(\$3,693,000)
3		<u>\$3,694,000</u>
4	State Toxics Control Account--State Appropriation	\$2,852,000
5	Medical Test Site Licensure Account--State	
6	Appropriation	(\$1,798,000)
7		<u>\$1,951,000</u>
8	Youth Tobacco Prevention Account--State Appropriation	(\$1,806,000)
9		<u>\$1,606,000</u>
10	Public Health Supplemental Account--Private/Local	
11	Appropriation	\$3,306,000
12	Accident Account--State Appropriation	\$277,000
13	Medical Aid Account--State Appropriation	\$46,000
14	Health Services Account--State Appropriation	(\$41,942,000)
15		<u>\$43,344,000</u>
16	Tobacco Prevention and Control Account--State	
17	Appropriation	(\$52,684,000)
18		<u>\$52,685,000</u>
19	Pension Funding Stabilization Account--State	
20	Appropriation	\$144,000
21	TOTAL APPROPRIATION	(\$913,867,000)
22		<u>\$906,041,000</u>

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

25 (1) The department or any successor agency is authorized to raise
26 existing fees charged for the clandestine drug lab program, the
27 drinking water program, radioactive materials license fees, X-ray
28 facility registration fees, shellfish commercial paralytic shellfish
29 poisoning fees, the water recreation program, the wastewater management
30 program, newborn specialty clinic fees, acute care hospitals,
31 psychiatric hospitals, child birth centers, correctional medical
32 facilities, alcoholism hospitals, and the midwifery program, in excess
33 of the fiscal growth factor pursuant to RCW 43.135.055, if necessary,
34 to meet the actual costs of conducting business and the appropriation
35 levels in this section. However, the department may not raise existing
36 fees charged for the midwifery program by more than twenty percent over
37 the biennium and from July 1, 2006, through June 30, 2007, the annual
38 fees for new or renewed licenses shall be no greater than \$450.

1 (2) \$1,363,000 of the general fund--state fiscal year 2006
2 appropriation, \$1,363,000 of the general fund--state fiscal year 2007
3 appropriation, and \$676,000 of the general fund--local appropriation
4 are provided solely for the implementation of the Puget Sound
5 conservation and recovery plan and agency action items, DOH-01, DOH-02,
6 DOH-03, and DOH-04.

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

23 (4) \$383,000 of the general fund--state appropriation for fiscal
24 year 2006, \$317,000 of the general fund--state appropriation for fiscal
25 year 2007, and \$600,000 of the aquatic lands enhancement account
26 appropriation are provided solely to assist counties in marine areas
27 complete on-site sewage system management plans and electronic data
28 bases to inventory on-site sewage systems.

29 (5) \$60,000 of the health professions account appropriation is
30 provided solely for implementation of Engrossed Substitute Senate Bill
31 No. 5470 (prescription importation). If Engrossed Substitute Senate
32 Bill No. 5470 is not enacted by June 30, 2005, the amount provided in
33 this subsection shall lapse.

34 (6) \$268,000 of the health professions account appropriation is
35 provided solely for implementation of Engrossed Substitute House Bill
36 No. 2266 (precursor drugs). If Engrossed Substitute House Bill No.
37 2266 is not enacted by June 30, 2005, the amount provided in this
38 subsection shall lapse.

1 (7) \$42,000 of the health professions account appropriation is
2 provided solely for implementation of Second Substitute House Bill No.
3 1168 (prescription reimportation). If Second Substitute House Bill No.
4 1168 is not enacted by June 30, 2005, the amount provided in this
5 subsection shall lapse.

6 (8) \$100,000 of the general fund--state appropriation for fiscal
7 year 2006 and \$620,000 of the general fund--state appropriation for
8 fiscal year 2007 are provided solely for the department to implement a
9 multi-year pilot project covering Adams, Chelan, Douglas, Grant,
10 Okanogan, Skagit, and Franklin counties for persons with household
11 income at or below 200 percent of the federal poverty level who are
12 ineligible for family planning services through the medicaid program.
13 Individuals who will be served under the pilot program include women
14 who have never been pregnant, are not currently pregnant, or are beyond
15 the family planning extension period allowed for first steps program
16 eligibility. It is anticipated that the pilot program will serve over
17 500 women. The department will provide a preliminary report to the
18 appropriate committees of the legislature by January 1, 2006, and a
19 final report by January 1, 2007.

20 (9) \$462,000 of the general fund--private/local appropriation is
21 provided solely to support specialty clinics that provide treatment
22 services to children that are identified with one of the five heritable
23 or metabolic disorders added to the newborn screening panel by the
24 state board of health in 2003.

25 (10) \$125,000 of the general fund--state appropriation for fiscal
26 year 2006 and \$125,000 of the general fund--state appropriation for
27 fiscal year 2007 are provided solely for the farmers' market nutrition
28 program of the special supplemental nutrition program for women,
29 infants and children. It is anticipated that these funds will enable
30 the department to expand 2004 participation levels by 8,000 persons
31 annually.

32 (11) \$100,000 of the general fund--state appropriation for fiscal
33 year 2006 and \$200,000 of the general fund--state appropriation for
34 fiscal year 2007 are provided solely for the infertility prevention
35 project to implement effective prevention strategies designed to reduce
36 the prevalence of chlamydia and gonorrhea and their potentially
37 debilitating complications.

1 (12) With funds appropriated in this section, the medical advisory
2 committee to the early detection breast and cervical cancer screening
3 program shall study and recommend strategies for adopting emerging
4 technologies and best practices from the national, state, and local
5 levels in the field of early prevention and detection for breast and
6 cervical cancer, and assist the early detection breast and cervical
7 cancer screening program in implementing policy that follows the best
8 practices of high quality health care for clinical, diagnostic,
9 preventative, pathologic, radiological, and oncology services. The
10 committee will report its recommendations to the legislature by
11 December 15, 2006.

12 (13) \$25,000 of the general fund--state appropriation for fiscal
13 year 2006 is provided solely to develop and implement best practices in
14 preventative health care for children. The department and the kids get
15 care program of public health - Seattle and King county will work in
16 collaboration with local health care agencies to disseminate strategic
17 interventions that are focused on evidence-based best practices for
18 improving health outcomes in children and saving health-care costs.

19 (14) \$48,000 of the health professions account appropriation is
20 provided solely for implementation of Substitute House Bill No. 1075
21 (nursing quality commission). If Substitute House Bill No. 1075 is not
22 enacted by June 30, 2005, the amount provided in this subsection shall
23 lapse.

24 (15) \$74,000 of the health professions account appropriation is
25 provided solely for implementation of Substitute House Bill No. 1137
26 (physical therapy). If Substitute House Bill No. 1137 is not enacted
27 by June 30, 2005, the amount provided in this subsection shall lapse.

28 (16) \$109,000 of the health professions account appropriation is
29 provided solely for implementation of House Bill No. 1546 (naturopathic
30 physicians). If House Bill No. 1546 is not enacted by June 30, 2005,
31 the amount provided in this subsection shall lapse.

32 (17) \$80,000 of the health professions account appropriation is
33 provided solely for implementation of Substitute House Bill No. 1689
34 (dental health services). If Substitute House Bill No. 1689 is not
35 enacted by June 30, 2005, the amount provided in this subsection shall
36 lapse.

37 (18) \$42,000 of the general fund--state appropriation for fiscal
38 year 2006 and \$24,000 of the general fund--state appropriation for

1 fiscal year 2007 are provided solely for implementation of Engrossed
2 Second Substitute House Bill No. 1605 (soil contamination). If
3 Engrossed Second Substitute House Bill No. 1605 is not enacted by June
4 30, 2005, the amount provided in this subsection shall lapse.

5 (19) \$40,000 of the general fund--state appropriation for fiscal
6 year 2006 is provided solely for implementation of Substitute House
7 Bill No. 1951 (vision exams for children). If Substitute House Bill
8 No. 1951 is not enacted by June 30, 2005, the amount provided in this
9 subsection shall lapse.

10 (20) \$43,000 of the general fund--state appropriation for fiscal
11 year 2006 is provided solely for implementation of Engrossed Senate
12 Bill No. 5049 (mold in residential units). If Engrossed Senate Bill
13 No. 5049 is not enacted by June 30, 2005, the amount provided in this
14 subsection shall lapse.

15 (21) \$26,000 of the general fund--state appropriation for fiscal
16 year 2006 and \$12,000 of the general fund--state appropriation for
17 fiscal year 2007 are provided solely for implementation of Senate Bill
18 No. 5311 (autism task force). If Senate Bill No. 5311 is not enacted
19 by June 30, 2005, the amount provided in this subsection shall lapse.

20 (22) \$168,000 of the health services account appropriation is
21 provided solely for a two-year pilot project under which parents have
22 the option to choose vaccines which do not contain mercury.

23 (23) \$750,000 of the health services account--state appropriation
24 is provided solely to add one or more combination vaccines to the
25 universal access to childhood immunizations program. The vaccine or
26 vaccines to be added shall be selected by the department after a
27 clinical and cost-effectiveness review by the state vaccine advisory
28 committee. The review shall consider at least the following criteria:

29 (a) The likelihood that use of the combination vaccine will increase
30 childhood immunization rates; (b) the vaccine's relative effectiveness,
31 and the prevalence and seriousness of the conditions it prevents; (c)
32 the relative cost of the vaccine, after accounting for the extent to
33 which it would replace some single injection antigens; and (d) the
34 extent to which the vaccine is mercury-free. The projected 2007-09
35 state cost of the combination vaccine or vaccines added pursuant to
36 this review shall not exceed \$3,000,000.

37 (24) \$151,000 of the general fund--state appropriation for fiscal
38 year 2007 is provided solely for a grant to the Kitsap county health

1 district. The funding shall be used to increase the number of women
2 who receive professional support after delivery through a home visit or
3 telephone call by the county health district. In order to receive the
4 funds, Kitsap county health district must provide an equal amount of
5 matching funds.

6 ~~((+26+))~~ (25) \$324,000 of the general fund--state appropriation for
7 fiscal year 2007 is provided solely for implementation of Second
8 Substitute House Bill No. 2342 (health care declarations). If Second
9 Substitute House Bill No. 2342 is not enacted by June 30, 2006, the
10 amount provided in this subsection shall lapse.

11 ~~((+27+))~~ (26) \$432,000 of the general fund--state appropriation for
12 fiscal year 2007 and \$21,000 of the health professions account
13 appropriation are provided solely for implementation of Second
14 Substitute House Bill No. 2292 (health care liability reform) including
15 sections 105 through 112 of the bill. If Second Substitute House Bill
16 No. 2292 is not enacted by June 30, 2006, the amount provided in this
17 subsection shall lapse.

18 ~~((+28+))~~ (27) \$96,000 of the health professions account
19 appropriation is provided solely for implementation of Substitute House
20 Bill No. 2974 (health professions discipline). If Substitute House
21 Bill No. 2974 is not enacted by June 30, 2006, the amount provided in
22 this subsection shall lapse.

23 ~~((+29+))~~ (28) The department of health shall evaluate alternative
24 models for funding the regulation of the health professions, including
25 charging an equivalent fee for all licensed, certified, and registered
26 health professions. The department will provide a report to the
27 appropriate committees of the legislature on the potential fiscal and
28 programmatic benefits and challenges of such alternative models by
29 December 1, 2006.

30 ~~((+30+))~~ (29) \$50,000 of the general fund--state appropriation for
31 fiscal year 2007 is provided solely to implement Substitute House Bill
32 No. 2985 (foster care health unit). If Substitute House Bill No. 2985
33 is not enacted by June 30, 2006, the amount provided in this subsection
34 shall lapse.

35 ~~((+31+))~~ (30) \$54,000 of the general fund--state appropriation for
36 fiscal year 2007 and \$183,000 of the health professions account
37 appropriation are provided solely for implementation of Engrossed

1 Senate Bill No. 6194 (multicultural education/health). If Engrossed
2 Senate Bill No. 6194 is not enacted by June 30, 2006, the amount
3 provided in this subsection shall lapse.

4 ~~((+32+))~~ (31) \$118,000 of the health professions account
5 appropriation is provided solely for implementation of Engrossed
6 Substitute House Bill No. 1850. If Engrossed Substitute House Bill No.
7 1850 is not enacted by June 30, 2006, the amount provided in this
8 subsection shall lapse.

9 ~~((+33+))~~ (32) \$173,000 of the general fund--state appropriation for
10 fiscal year 2007 is provided solely for the state board of health to
11 provide staff support to the governor's interagency committee on health
12 disparities, as provided in Senate Bill No. 6197. If Senate Bill No.
13 6197 is not enacted by June 30, 2006, the amount provided in this
14 subsection shall lapse.

15 ~~((+34+))~~ (33) \$119,000 of the general fund--state appropriation for
16 fiscal year 2007 is provided solely for the state board of health to
17 conduct health impact assessments, as provided in Senate Bill No. 6197.
18 If Senate Bill No. 6197 is not enacted by June 30, 2006, the amount
19 provided in this subsection shall lapse.

20 ~~((+35+))~~ (34) \$327,000 of the general fund--state appropriation for
21 fiscal year 2007 is provided solely for the department to conduct a
22 survey of health professional demographics and practice patterns, as
23 provided in Senate Bill No. 6193. If Senate Bill No. 6193 is not
24 enacted by June 30, 2006, the amount provided in this subsection shall
25 lapse.

26 ~~((+36+))~~ (35) \$200,000 of the general fund--state appropriation for
27 fiscal year 2007 is provided solely to develop and maintain a database
28 showing the statewide incidence and provenance of hepatitis C
29 infections, and to conduct a public information campaign on
30 transmission, prevention, detection, and treatment of the disease.

31 ~~((+37+))~~ (36) \$50,000 of the general fund--state appropriation for
32 fiscal year 2007 is provided solely for the department to implement a
33 prostate cancer public awareness and education campaign. The campaign
34 shall place special emphasis on early education for men over forty,
35 African- American men, and men who are at high risk for prostate cancer
36 according to the guidelines of the American cancer society.

37 ~~((+38+))~~ (37) \$130,000 of the general fund--state appropriation for
38 fiscal year 2007 is provided solely for implementation of Engrossed

1 Second Substitute Senate Bill No. 6239 (controlled substances)
2 including sections 201 through 203 of the bill. If Engrossed Second
3 Substitute Senate Bill No. 6239 is not enacted by June 30, 2006, the
4 amount provide in this subsection shall lapse.

5 ~~((39))~~ (38) Appropriations in this section assume savings
6 attributable to House Bill No. 2632 (HIV insurance coverage program).

7 ~~((40))~~ (39) \$27,000 of the general fund--state appropriation for
8 fiscal year 2007 is provided solely to implement Engrossed Substitute
9 House Bill No. 2884 (reclaimed water). If the bill is not enacted by
10 June 30, 2006, these funds shall be used solely for the department to
11 coordinate with the department of ecology or development and adoption
12 of rules relating to reclaimed water.

13 **Sec. 1119.** 2006 c 372 s 222 (uncodified) is amended to read as
14 follows:

15 **FOR THE DEPARTMENT OF CORRECTIONS.** The appropriations to the
16 department of corrections in this act shall be expended for the
17 programs and in the amounts specified herein. However, after May 1,
18 ~~((2006))~~ 2007, after approval by the director of financial management
19 and unless specifically prohibited by this act, the department may
20 transfer general fund--state appropriations for fiscal year ~~((2006))~~
21 2007 between programs. The department shall not transfer funds, and
22 the director of financial management shall not approve the transfer,
23 unless the transfer is consistent with the objective of conserving, to
24 the maximum extent possible, the expenditure of state funds and not
25 federal funds. The director of financial management shall notify the
26 appropriate fiscal committees of the senate and house of
27 representatives in writing seven days prior to approving any deviations
28 from appropriation levels. The written notification shall include a
29 narrative explanation and justification of the changes, along with
30 expenditures and allotments by budget unit and appropriation, both
31 before and after any allotment modifications or transfers.

32 (1) ADMINISTRATION AND SUPPORT SERVICES

33 General Fund--State Appropriation (FY 2006)	\$46,867,000
34 General Fund--State Appropriation (FY 2007)	((59,681,000))
35	<u>\$50,815,000</u>
36 General Fund--Federal Appropriation	\$1,022,000
37 Violence Reduction and Drug Enforcement Account--	

1 State Appropriation \$26,000
 2 Public Safety and Education Account--State
 3 Appropriation \$2,774,000
 4 Pension Funding Stabilization Account--State
 5 Appropriation \$245,000
 6 TOTAL APPROPRIATION (~~(\$110,615,000)~~)
 7 \$101,749,000

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

10 (a) \$5,250,000 of the general fund--state appropriation for fiscal
 11 year 2006 and (~~(\$17,250,000)~~) \$7,861,000 of the general fund--state
 12 appropriation for fiscal year 2007 are provided solely for phase three
 13 of the department's offender-based tracking system replacement project.
 14 This amount is conditioned on the department satisfying the
 15 requirements of section 902 of this act.

16 (b) \$26,000 of the general fund--state appropriation for fiscal
 17 year 2006 and \$44,000 of the general fund--state appropriation for
 18 fiscal year 2007 are provided solely for the implementation of
 19 Substitute House Bill No. 1402 (offender travel or transfer). If the
 20 bill is not enacted by June 30, 2005, the amounts provided in this
 21 subsection shall lapse.

22 (c) \$35,000 of the general fund--state appropriation for the fiscal
 23 year 2007 is provided solely for the establishment and support of a
 24 statewide council on mentally ill offenders that includes as its
 25 members representatives of community-based mental health treatment
 26 programs, current or former judicial officers, and directors and
 27 commanders of city and county jails and state prison facilities. The
 28 council will begin to investigate and promote cost-effective approaches
 29 to meeting the long-term needs of adults and juveniles with mental
 30 disorders who have a history of offending or who are at-risk of
 31 offending, including their mental health, physiological, housing,
 32 employment, and job training needs.

33 (2) CORRECTIONAL OPERATIONS

34 General Fund--State Appropriation (FY 2006) \$524,561,000
 35 General Fund--State Appropriation (FY 2007) (~~(\$555,895,000)~~)
 36 \$559,488,000
 37 General Fund--Federal Appropriation \$3,447,000
 38 Violence Reduction and Drug Enforcement Account--

1	State Appropriation	\$2,984,000
2	Pension Funding Stabilization Account--State	
3	Appropriation	\$2,269,000
4	TOTAL APPROPRIATION	((\$1,089,156,000))
5		<u>\$1,092,749,000</u>

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

8 (a) For the acquisition of properties and facilities, the
9 department of corrections is authorized to enter into financial
10 contracts, paid for from operating resources, for the purposes
11 indicated and in not more than the principal amounts indicated, plus
12 financing expenses and required reserves pursuant to chapter 39.94 RCW.
13 This authority applies to the following: Lease-develop with the option
14 to purchase or lease-purchase work release beds in facilities
15 throughout the state for \$8,561,000.

16 (b) The department may expend funds generated by contractual
17 agreements entered into for mitigation of severe overcrowding in local
18 jails. Any funds generated in excess of actual costs shall be
19 deposited in the state general fund. Expenditures shall not exceed
20 revenue generated by such agreements and shall be treated as recovery
21 of costs.

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

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

30 (e) During the 2005-07 biennium, when contracts are established or
31 renewed for offender pay phone and other telephone services provided to
32 inmates, the department shall select the contractor or contractors
33 primarily based on the following factors: (i) The lowest rate charged
34 to both the inmate and the person paying for the telephone call; and
35 (ii) the lowest commission rates paid to the department, while
36 providing reasonable compensation to cover the costs of the department
37 to provide the telephone services to inmates and provide sufficient

1 revenues for the activities funded from the institutional welfare
2 betterment account.

3 (f) The department shall (~~participation~~) participate in the
4 health technology assessment program required in section 213(6) of this
5 act. The department shall also participate in the joint health
6 purchasing project described in section 213(7) of this act.

7 (g) The Harborview medical center shall provide inpatient and
8 outpatient hospital services to offenders confined in department of
9 corrections facilities at a rate no greater than the average rate that
10 the department has negotiated with other community hospitals in
11 Washington state.

12 (h) \$1,060,000 of the general fund--state appropriation for fiscal
13 year 2007 is provided solely for implementation of section 3 of Second
14 Substitute Senate Bill No. 6319 (failure to register). If the bill is
15 not enacted by June 30, 2006, the amount provided in this subsection
16 shall lapse.

17 (i) \$384,000 of the general fund--state appropriation for fiscal
18 year 2007 is provided solely for implementation of Second Substitute
19 Senate Bill No. 6460 (crimes with sexual motivation). If the bill is
20 not enacted by June 30, 2006, the amount provided in this subsection
21 shall lapse.

22 (j) \$91,000 of the general fund--state appropriation for fiscal
23 year 2007 is provided solely for implementation of section 2 of Second
24 Substitute Senate Bill No. 6172 (possession of child pornography). If
25 the bill is not enacted by June 30, 2006, the amount provided in this
26 subsection shall lapse.

27 (k) \$763,000 of the general fund--state appropriation for fiscal
28 year 2007 is provided solely for implementation of sections 102, 301,
29 and 302 of Engrossed Second Substitute Senate Bill No. 6239 (controlled
30 substances). If the bill is not enacted by June 30, 2006, the amount
31 provided in this subsection shall lapse.

32 (3) COMMUNITY SUPERVISION

33	General Fund--State Appropriation (FY 2006)	\$89,217,000
34	General Fund--State Appropriation (FY 2007)	(\$92,477,000)
35		<u>\$99,901,000</u>
36	Public Safety and Education Account--State	
37	Appropriation	(\$16,796,000)
38		<u>\$16,833,000</u>

1	Pension Funding Stabilization Account--State	
2	Appropriation	\$449,000
3	TOTAL APPROPRIATION	(\$198,939,000)
4		<u>\$206,400,000</u>

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

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

12 (b) \$268,000 of the general fund--state appropriation for fiscal
13 year 2006 and \$484,000 of the general fund--state appropriation for
14 fiscal year 2007 are provided solely for the implementation of
15 Substitute House Bill No. 1402 (offender travel or transfer). If the
16 bill is not enacted by June 30, 2005, the amounts provided in this
17 subsection shall lapse.

18 (c) \$122,000 of the general fund--state appropriation for fiscal
19 year 2006 and \$82,000 of the general fund--state appropriation for
20 fiscal year 2007 are provided solely for the implementation of House
21 Bill No. 1136 (electronic monitoring system). If the bill is not
22 enacted by June 30, 2005, the amounts provided in this subsection shall
23 lapse.

24 (d) \$59,000 of the general fund--state appropriation for fiscal
25 year 2007 is provided solely for implementation of section 4 of Second
26 Substitute Senate Bill No. 6319 (failure to register). If the bill is
27 not enacted by June 30, 2006, the amount provided in this subsection
28 shall lapse.

29 (e) \$666,000 of the general fund--state appropriation for fiscal
30 year 2007 is provided solely for implementation of section 303 of
31 Engrossed Second Substitute Senate Bill No. 6239 (controlled
32 substances). If the bill is not enacted by June 30, 2006, the amount
33 provided in this subsection shall lapse.

34	(4) CORRECTIONAL INDUSTRIES	
35	General Fund--State Appropriation (FY 2006)	\$838,000
36	General Fund--State Appropriation (FY 2007)	(\$882,000)
37		<u>\$887,000</u>
38	Pension Funding Stabilization Account--State	

1	Appropriation	\$3,000
2	TOTAL APPROPRIATION	((\$1,723,000))
3		<u>\$1,728,000</u>

4 The appropriations in this subsection are subject to the following
5 conditions and limitations: \$110,000 of the general fund--state
6 appropriation for fiscal year 2006 and \$110,000 of the general fund--
7 state appropriation for fiscal year 2007 are provided solely for
8 transfer to the jail industries board. The board shall use the amounts
9 provided only for administrative expenses, equipment purchases, and
10 technical assistance associated with advising cities and counties in
11 developing, promoting, and implementing consistent, safe, and efficient
12 offender work programs.

13 (5) INTERAGENCY PAYMENTS

14	General Fund--State Appropriation (FY 2006)	\$37,289,000
15	General Fund--State Appropriation (FY 2007)	((\$38,662,000))
16		<u>\$39,095,000</u>
17	TOTAL APPROPRIATION	((\$75,951,000))
18		<u>\$76,384,000</u>

19 The appropriations in this subsection are subject to the following
20 conditions and limitations: \$130,000 of the general fund--state
21 appropriation for fiscal year 2006 and \$196,000 of the general fund--
22 state appropriation for fiscal year 2007 are provided solely for
23 expenditures related to the *Farrakhan v. Locke* litigation.

24 **Sec. 1120.** 2006 c 372 s 225 (uncodified) is amended to read as
25 follows:

26 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

27	General Fund--State Appropriation (FY 2006)	\$60,000
28	General Fund--State Appropriation (FY 2007)	\$60,000
29	General Fund--Federal Appropriation	((\$260,228,000))
30		<u>\$260,256,000</u>
31	General Fund--Private/Local Appropriation	((\$31,966,000))
32		<u>\$31,974,000</u>
33	Unemployment Compensation Administration Account--	
34	Federal Appropriation	((\$200,541,000))
35		<u>\$200,625,000</u>
36	Administrative Contingency Account--State	

1 Appropriation ((~~\$16,866,000~~))
2 \$16,869,000
3 Employment Service Administrative Account--State
4 Appropriation ((~~\$24,491,000~~))
5 \$24,497,000
6 TOTAL APPROPRIATION ((~~\$534,212,000~~))
7 \$534,341,000

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

10 (1) \$2,087,000 of the unemployment compensation administration
11 account--federal appropriation is provided from amounts made available
12 to the state by section 903(d) of the Social Security Act (Reed Act).
13 This amount is provided to replace obsolete information technology
14 infrastructure.

15 (2) \$12,735,000 of the unemployment compensation administration
16 account--federal appropriation is provided from amounts made available
17 to the state by section 903(d) of the Social Security Act (Reed Act).
18 This amount is authorized for state choice administrative functions.
19 The department shall submit recommendations by September 1, 2007, to
20 the office of financial management and the legislative fiscal
21 committees for options reducing the costs of the state choice
22 administrative functions for the 2007-2009 biennium. If these options
23 require any statutory changes, the department shall submit agency
24 request legislation to the appropriate legislative policy committees
25 and fiscal committees by December 15, 2007.

26 (3) \$2,300,000 of the unemployment compensation administration
27 account--federal appropriation is provided from amounts made available
28 to the state by section 903(d) of the Social Security Act (Reed Act).
29 This amount is authorized to continue implementation of chapter 4, Laws
30 of 2003 2nd sp. sess. and for implementation costs relating to
31 Engrossed House Bill No. 2255 (unemployment insurance).

32 (4) \$4,578,000 of the unemployment compensation administration
33 account--federal appropriation is provided from funds made available to
34 the state by section 903(d) of the Social Security Act (Reed Act).
35 These funds are authorized to provide direct services to unemployment
36 insurance claimants and providing job search review.

(End of part)

PART XII
NATURAL RESOURCES

Sec. 1201. 2006 c 372 s 302 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF ECOLOGY

General Fund--State Appropriation (FY 2006)	\$40,744,000
General Fund--State Appropriation (FY 2007)	(\$44,131,000)
	<u>\$45,836,000</u>
General Fund--Federal Appropriation	\$74,678,000
General Fund--Private/Local Appropriation	\$13,290,000
Special Grass Seed Burning Research	
Account--State Appropriation	\$14,000
Reclamation Account--State Appropriation	\$2,778,000
Flood Control Assistance Account--State	
Appropriation	\$3,422,000
State Emergency Water Projects Revolving	
Account--State Appropriation	\$1,312,000
Waste Reduction/Recycling/Litter Control--State	
Appropriation	\$15,081,000
State Drought Preparedness Account--State	
Appropriation	\$225,000
State and Local Improvements Revolving	
Account (Water Supply Facilities)--State	
Appropriation	\$386,000
Vessel Response Account--State Appropriation	\$2,876,000
Site Closure Account--State Appropriation	\$656,000
Water Quality Account--State Appropriation	\$28,085,000
Wood Stove Education and Enforcement	
Account--State Appropriation	\$357,000
Worker and Community Right-to-Know	
Account--State Appropriation	\$2,153,000
State Toxics Control Account--State Appropriation	(\$84,319,000)
	<u>\$84,426,000</u>
State Toxics Control Account--Private/Local	
Appropriation	\$380,000
Local Toxics Control Account--State Appropriation	\$5,424,000

1	Water Quality Permit Account--State Appropriation	\$32,468,000
2	Underground Storage Tank Account--State Appropriation	\$2,889,000
3	Environmental Excellence Account--State Appropriation	\$504,000
4	Biosolids Permit Account--State Appropriation	\$853,000
5	Hazardous Waste Assistance Account--State	
6	Appropriation	\$5,171,000
7	Air Pollution Control Account--State Appropriation	\$11,206,000
8	Oil Spill Prevention Account--State Appropriation	\$11,078,000
9	Air Operating Permit Account--State Appropriation	\$2,922,000
10	Freshwater Aquatic Weeds Account--State	
11	Appropriation	\$2,144,000
12	Oil Spill Response Account--State Appropriation	\$7,079,000
13	Metals Mining Account--State Appropriation	\$14,000
14	Water Pollution Control Revolving Account--State	
15	Appropriation	\$485,000
16	Water Pollution Control Revolving Account--Federal	
17	Appropriation	\$2,357,000
18	Freshwater Aquatic Algae Control Account--State	
19	Appropriation	\$509,000
20	Pension Funding Stabilization Account--State	
21	Appropriation	\$186,000
22	TOTAL APPROPRIATION	((\$400,176,000))
23		<u>\$401,988,000</u>

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

26 (1) \$2,526,196 of the general fund--state appropriation for fiscal
27 year 2006, \$2,526,195 of the general fund--state appropriation for
28 fiscal year 2007, \$366,000 of the general fund--federal appropriation,
29 \$2,581,000 of the state toxics account--state appropriation, \$540,806
30 of the water quality account--state appropriation, \$3,748,220 of the
31 water quality permit account--state appropriation, and \$705,000 of the
32 oil spill prevention account are provided solely for the implementation
33 of the Puget Sound conservation and recovery plan and agency action
34 items DOE-01, DOE-02, DOE-04, DOE-06, DOE-07, DOE-08, and DOE-09.

35 (2) As described in section 129(7) of this act, the department
36 shall make recommendations and report on monitoring activities related
37 to salmon recovery.

1 (3) \$4,054,000 of the state toxics control account appropriation is
2 provided solely for methamphetamine lab clean-up activities and for the
3 clean up of toxic waste, focusing on clean up within and around Puget
4 Sound.

5 (4) \$170,000 of the oil spill prevention account appropriation is
6 provided solely for implementation of the Puget Sound conservation and
7 recovery plan action item UW-02 through a contract with the University
8 of Washington's sea grant program to continue an educational program
9 targeted to small spills from commercial fishing vessels, ferries,
10 cruise ships, ports, and marinas.

11 (5) (~~(\$2,500,000)~~) \$1,567,552 of the general fund--state
12 appropriation for fiscal year 2006 and (~~(\$2,000,000)~~) \$2,932,448 of the
13 general fund--state appropriation for fiscal year 2007 are provided
14 solely for shoreline grants to local governments to implement
15 Substitute Senate Bill No. 6012 (shoreline management), chapter 262,
16 Laws of 2003.

17 (6) \$156,000 of the general fund--state appropriation for fiscal
18 year 2006 and \$144,000 of the general fund--state appropriation for
19 fiscal year 2007 are provided solely to expand the department's pilot
20 program for processing 401 water quality certification projects to a
21 statewide process and timeline to meet improved permit processing
22 accountability and timelines, which will result in 90 percent of
23 routine certifications occurring within 90 days of application, and
24 acknowledgement of receipt of the application being sent within 10
25 days.

26 (7) Fees approved by the department of ecology in the 2005-07
27 biennium are authorized to exceed the fiscal growth factor under RCW
28 43.135.055.

29 (8) \$100,000 of the general fund--state appropriation for fiscal
30 year 2006 and \$100,000 of the general fund--state appropriation for
31 fiscal year 2007 are provided solely to support water measurement and
32 water storage components of the Columbia River Initiative Program.

33 (9) \$509,000 of the freshwater aquatic algae control account--state
34 is provided solely for implementation of Engrossed Substitute Senate
35 Bill No. 5699 (aquatic invasive species). If the bill is not enacted
36 by June 30, 2005, the amount provided in this subsection shall lapse.

37 (10) \$250,000 of the state toxics control account--state
38 appropriation is provided solely to implement Engrossed Second

1 Substitute House Bill No. 1605 (soil contamination). If the bill is
2 not enacted by June 30, 2005, the amount in this subsection shall
3 lapse.

4 (11) \$200,000 of the water quality account--state appropriation is
5 provided solely for the department to contract with the state
6 conservation commission to provide statewide coordination and support
7 for coordinated resource management.

8 (12) The department shall assist the office of regulatory
9 assistance in implementing activities consistent with the governor's
10 regulatory improvement program. The department shall support and
11 provide expertise to facilitate, coordinate, and simplify citizen and
12 business interactions so as to improve state regulatory processes
13 involving state, local, and federal stakeholders.

14 (13) \$196,000 of the general fund--state appropriation for fiscal
15 year 2007 is provided solely to implement Engrossed Substitute House
16 Bill No. 2884 (reclaimed water). If the bill is not enacted by June
17 30, 2006, the amount provided in this subsection is provided solely to
18 adopt rules in coordination with the department of health for all
19 aspects of reclaimed water including: Industrial and commercial uses,
20 land applications, direct recharge, wetland discharge, surface
21 percolation, constructed wetlands, stream flow augmentation, and
22 graywater use. The department must adopt the rules in a phased
23 approach: The first phase shall be proposed for adoption by June 1,
24 2007, and shall include the uses of constructed treatment wetlands; and
25 the second phase shall be adopted by December 31, 2010.

26 (14) \$820,000 of the oil spill prevention account--state
27 appropriation is provided solely to implement Engrossed Second
28 Substitute Senate Bill No. 6244 (oil spill prevention). If the bill is
29 not enacted by June 30, 2006, the amount provided in this subsection
30 shall lapse.

31 (15) \$2,000,000 of the general fund--state appropriation for fiscal
32 year 2007 is provided solely to implement Engrossed Second Substitute
33 House Bill No. 2860 (Columbia river basin). If the bill is not enacted
34 by June 30, 2006, the amount provided in this subsection shall lapse.

35 ~~((+17))~~ (16) \$340,000 of the general fund--state appropriation for
36 fiscal year 2007 is provided solely to support development of a wetland
37 mitigation program in Clark county. The program will engage local,
38 state, and federal agencies, private investors, property owners, and

1 others in the creation of one or more wetland banks and other measures
2 to protect habitat functions and values while accommodating urban
3 growth in the region.

4 ~~((+18+))~~ (17) \$150,000 of the general fund--state appropriation for
5 fiscal year 2007 is provided solely to develop a pilot water management
6 process that will include three federally recognized treaty Indian
7 tribes.

8 ~~((+19+))~~ (18) \$130,000 of the state toxics control account--state
9 appropriation is provided solely to support pesticide container
10 recycling activities in Washington.

11 ~~((+20+))~~ (19) \$100,000 of the general fund--state appropriation for
12 fiscal year 2007 is provided solely to Walla Walla county and Columbia
13 county conservation district for habitat conservation planning and
14 related endangered species act assurances for small irrigators and
15 landowners.

16 ~~((+21+))~~ (20) To maximize the use of amounts appropriated during
17 this biennium for the clean up of toxic waste, focusing on clean up
18 within and around Puget Sound, the department shall prioritize for this
19 purpose the use of existing staff, additional FTEs added this biennium,
20 temporary project staff, and contracted services.

21 ~~((+22+))~~ (21) \$25,000 of the general fund--state appropriation for
22 fiscal year 2007 is provided solely to the department to collaborate
23 with the Wenatchee watershed planning unit and Chelan county for
24 development of a regulatory strategy, as required by the federal clean
25 water act, to control total maximum daily loads of phosphorous to the
26 Wenatchee river. A technically sound plan for managing phosphorous and
27 restoring water quality in the Wenatchee river shall be provided to the
28 appropriate committees of the legislature by July 1, 2008.

29 ~~((+23+))~~ (22) \$55,000 of the general fund--state appropriation for
30 fiscal year 2006 and \$150,000 of the general fund--state appropriation
31 for fiscal year 2007 are provided solely to address air quality issues
32 for the Columbia river gorge in cooperation with the state of Oregon.

33 ~~((+24+))~~ (23) \$67,000 of the general fund--state appropriation for
34 fiscal year 2007 is provided solely to implement Senate Bill No. 6861
35 (domestic water users). If the bill is not enacted by June 30, 2006,
36 the amount provided in this subsection shall lapse.

37 ~~((+25+))~~ (24) \$200,000 of the general fund--state appropriation for
38 fiscal year 2007 is provided solely for the restoration of Long lake

1 located in Kitsap county in accordance with the plan approved by the
2 Kitsap county weed control board, the county commissioners, the
3 citizens for improving Long lake, and the department of ecology.

4 ~~((+26+))~~ (25) \$150,000 of the local toxics control account--state
5 appropriation is provided solely for the contracting and production of
6 the second phase report for establishing sustainable statewide regional
7 CBRNE/Hazmat response capability. The report will, at a minimum
8 include, a cost-benefit analysis, analysis of sustainable funding
9 options, regional alignment and mutual aid agreements, and
10 administration requirements.

11 ~~((+27+))~~ (26) \$250,000 of the general fund--state appropriation for
12 fiscal year 2007 is provided solely for a pilot project that
13 demonstrates the value of long-term management plans for small forest
14 landowners.

15 (27) \$500,000 of the general fund--state appropriation for fiscal
16 year 2007 is provided solely for a loan to the Washington materials
17 management and financing authority for necessary start-up costs
18 pursuant to RCW 70.95N.310. The department shall execute an agreement
19 with the authority for repayment of the loan.

20 **Sec. 1202.** 2006 c 372 s 303 (uncodified) is amended to read as
21 follows:

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

23	General Fund--State Appropriation (FY 2006)	\$35,687,000
24	General Fund--State Appropriation (FY 2007)	((\$38,334,000))
25		<u>\$38,986,000</u>
26	General Fund--Federal Appropriation	((\$2,738,000))
27		<u>\$2,918,000</u>
28	General Fund--Private/Local Appropriation	\$71,000
29	Winter Recreation Program Account--State	
30	Appropriation	\$1,109,000
31	Off-Road Vehicle Account--State Appropriation	\$220,000
32	Snowmobile Account--State Appropriation	\$4,805,000
33	Aquatic Lands Enhancement Account--State	
34	Appropriation	\$345,000
35	Parks Renewal and Stewardship Account--State	
36	Appropriation	((\$38,702,000))
37		<u>\$35,425,000</u>

1	Public Safety and Education Account--State	
2	Appropriation	\$47,000
3	Parks Renewal and Stewardship Account--Private/Local	
4	Appropriation	\$300,000
5	Pension Funding Stabilization Account--State	
6	Appropriation	\$191,000
7	TOTAL APPROPRIATION	(\$122,549,000)
8		<u>\$120,104,000</u>

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

11 (1) Fees approved by the state parks and recreation commission in
12 the 2005-07 biennium are authorized to exceed the fiscal growth factor
13 under RCW 43.135.055.

14 (2) \$79,000 of the general fund--state appropriation for fiscal
15 year 2006 and \$79,000 of the general fund--state appropriation for
16 fiscal year 2007 are provided solely for a grant for the operation of
17 the Northwest avalanche center.

18 (3) \$191,000 of the aquatic lands enhancement account appropriation
19 is provided solely for the implementation of the Puget Sound
20 conservation and recovery plan and agency action item PRC-02.

21 (4) \$185,000 of the parks renewal and stewardship account--state
22 appropriation is provided solely to develop a plan for public education
23 and tourist orientation and interpretation at selected state park sites
24 along the route of the ice age floods from Spokane to the Pacific
25 ocean.

26 (5) Until July 1, 2007, the commission may not charge fees for
27 general park access or parking. Funding of \$500,000 of the general
28 fund--state appropriation for fiscal year 2006 and \$2,636,000 of the
29 general fund--state appropriation for fiscal year 2007 are provided
30 solely to compensate the state parks and recreation commission for lost
31 revenue from general park access or parking fees.

32 (6) \$750,000 of the general fund--state appropriation for fiscal
33 year 2007 is provided solely for repair and maintenance costs at state
34 parks.

35 (7) \$200,000 of the general fund--state appropriation for fiscal
36 year 2007 is provided solely for employee retirement buyout costs.

37 (8) \$40,000 of the general fund--state appropriation for fiscal

1 year 2007 is provided solely for computer network hardware and
2 software, and for backup drives and tapes.

3 **Sec. 1203.** 2006 c 372 s 306 (uncodified) is amended to read as
4 follows:

5 **FOR THE CONSERVATION COMMISSION**

6	General Fund--State Appropriation (FY 2006)	\$2,235,000
7	General Fund--State Appropriation (FY 2007)	(\$2,256,000)
8		<u>\$2,745,000</u>
9	General Fund--Federal Appropriation	\$250,000
10	Water Quality Account--State Appropriation	\$4,178,000
11	Pension Funding Stabilization Account--State	
12	Appropriation	\$3,000
13	TOTAL APPROPRIATION	(\$8,922,000)
14		<u>\$9,411,000</u>

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

17 (1) \$197,000 of the general fund--state appropriation for fiscal
18 year 2006 and \$197,000 of the general fund--state appropriation for
19 fiscal year 2007 are provided solely for the implementation of the
20 Puget Sound conservation and recovery plan and agency action item CC-
21 01.

22 (2) As described in section 129(7) of this act, the department
23 shall make recommendations and report on monitoring activities related
24 to salmon recovery.

25 (3) \$100,000 of the general fund--state appropriation for fiscal
26 year 2006 and \$100,000 of the general fund--state appropriation for
27 fiscal year 2007 are provided solely to implement Substitute House Bill
28 No. 1462 (relating to funding for conservation districts). If the bill
29 is not enacted by June 30, 2005, the amounts provided in this
30 subsection shall lapse.

31 **Sec. 1204.** 2006 c 372 s 307 (uncodified) is amended to read as
32 follows:

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

34	General Fund--State Appropriation (FY 2006)	\$46,692,000
35	General Fund--State Appropriation (FY 2007)	(\$46,856,000)
36		<u>\$48,282,000</u>

1	General Fund--Federal Appropriation	((\$49,100,000))
2		<u>\$50,400,000</u>
3	General Fund--Private/Local Appropriation	\$36,089,000
4	Off-Road Vehicle Account--State Appropriation	\$392,000
5	Aquatic Lands Enhancement Account--State	
6	Appropriation	\$5,820,000
7	Recreational Fisheries Enhancement--State	
8	Appropriation	\$3,753,000
9	Warm Water Game Fish Account--State Appropriation	\$2,904,000
10	Eastern Washington Pheasant Enhancement	
11	Account--State Appropriation	\$750,000
12	Wildlife Account--State Appropriation	((\$61,946,000))
13		<u>\$62,406,000</u>
14	Wildlife Account--Federal Appropriation	\$33,029,000
15	Wildlife Account--Private/Local Appropriation	((\$10,386,000))
16		<u>\$11,586,000</u>
17	Game Special Wildlife Account--State Appropriation	\$2,883,000
18	Game Special Wildlife Account--Federal Appropriation	\$8,863,000
19	Game Special Wildlife Account--Private/Local	
20	Appropriation	\$469,000
21	Public Safety and Education Account--State	
22	Appropriation	\$588,000
23	Environmental Excellence Account--State Appropriation	\$15,000
24	Regional Fisheries Salmonid Recovery	
25	Account--Federal Appropriation	\$2,755,000
26	Oil Spill Prevention Account--State Appropriation	\$1,043,000
27	Oyster Reserve Land Account--State Appropriation	\$411,000
28	Aquatic Invasive Species Prevention Account--State	
29	Appropriation	\$528,000
30	Pension Funding Stabilization Account--State	
31	Appropriation	\$248,000
32	TOTAL APPROPRIATION	((\$315,520,000))
33		<u>\$319,906,000</u>

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

36 (1) As described in section 129(7) of this act, the department
37 shall make recommendations and report on monitoring activities related
38 to salmon recovery.

1 (2) \$1,556,714 of the general fund--state appropriation for fiscal
2 year 2006 and \$1,556,713 of the general fund--state appropriation for
3 fiscal year 2007 are provided solely for the implementation of the
4 Puget Sound conservation and recovery plan and agency action items DFW-
5 01 through DFW-06, DFW-08 through DFW-12, and DFW-16.

6 (3) \$225,000 of the general fund--state appropriation for fiscal
7 year 2006 and \$225,000 of the general fund--state appropriation for
8 fiscal year 2007 are provided solely for the implementation of hatchery
9 reform recommendations defined by the hatchery scientific review group.

10 (4) The department shall support the activities of the aquatic
11 nuisance species coordination committee to foster state, federal,
12 tribal, and private cooperation on aquatic nuisance species issues.
13 The committee shall strive to prevent the introduction of nonnative
14 aquatic species and to minimize the spread of species that are
15 introduced.

16 (5) The department shall emphasize enforcement of laws related to
17 protection of fish habitat and the illegal harvest of salmon and
18 steelhead. Within the amount provided for the agency, the department
19 shall provide support to the department of health to enforce state
20 shellfish harvest laws.

21 (6) \$180,000 of the wildlife account--state appropriation is
22 provided solely to test deer and elk for chronic wasting disease and to
23 document the extent of swan lead poisoning. Of this amount, \$65,000 is
24 provided solely to document the extent of swan lead poisoning and to
25 begin environmental cleanup.

26 (7) The department shall provide quarterly status reports to the
27 office of financial management regarding the replacement of the
28 Washington interactive licensing system and the implementation of the
29 hydraulic permit management system.

30 (8) The department shall prepare a report detailing the hydraulic
31 permit approval program applications and project types. The department
32 shall coordinate with the office of financial management in determining
33 the contents of the report. At minimum, the report shall include
34 permits by applicant (name, state, local, federal, tribal entity,
35 etc.), project type (pamphlet, minor, medium, major, extension,
36 revision, etc.) and project location (county and water resource
37 inventory area). The department shall submit the report to the office

1 of financial management and legislative fiscal committees no later than
2 September 1, 2006.

3 (9) \$700,000 of the general fund--federal appropriation is provided
4 solely for environmental data quality and access projects in support of
5 state salmon recovery efforts. The department shall coordinate
6 planning and implementation of all activities with the department of
7 information services and the governor's salmon recovery office. The
8 department shall make certain that any activity using these funds is
9 consistent with recommendations to be submitted (per section 405,
10 chapter 488, Laws of 2005) in the joint report to the legislature and
11 office of financial management on December 1, 2006.

12 (10) \$100,000 of the general fund--state appropriation for fiscal
13 year 2006 and \$400,000 of the general fund--state appropriation for
14 fiscal year 2007 are provided solely for a state match to support the
15 Puget Sound nearshore partnership between the department and the U.S.
16 Army Corps of Engineers.

17 (11) \$72,000 of the state wildlife account--state appropriation is
18 provided solely to implement House Bill No. 1211 (multiple season big
19 game permit). If the bill is not enacted by June 30, 2005, the amount
20 provided in this section shall lapse.

21 (12) \$528,000 of the aquatic invasive species prevention account--
22 state appropriation is provided solely to implement Senate Bill No.
23 5699 (preventing and controlling aquatic invasive species and algae).
24 If the bill is not enacted by June 30, 2005, the amounts provided in
25 this subsection shall lapse.

26 (13) \$703,000 of the general fund--state appropriation for fiscal
27 year 2006 is provided solely to purchase six purse seine and three gill
28 net licenses to meet the provisions of the United States/Canada salmon
29 treaty.

30 (14) \$10,000 of the general fund--state appropriation for fiscal
31 year 2006 and \$10,000 of the general fund--state appropriation for
32 fiscal year 2007 are provided solely for chum salmon production at
33 Minter creek hatchery.

34 (15) \$45,000 of the general fund--federal appropriation for fiscal
35 year 2006 and \$45,000 of the general fund--federal appropriation for
36 fiscal year 2007 are provided solely for the management of Canada goose
37 seasons to increase the number of hunting days in southwest Washington.

1 (16) \$46,000 of the wildlife account--state appropriation is
2 provided solely to increase the number of courses providing the hunter
3 education training program created in RCW 77.32.155. The department
4 shall reduce the current backlog of applicants waiting to take the
5 training program and provide for a stable supply of training program
6 courses in order to avoid future backlogs.

7 (17) \$481,000 of the wildlife account--state appropriation is
8 provided solely to continued operation of the Naselle Hatchery during
9 the 2005-07 biennium. This will increase production by 3 million
10 Chinook, 1 million Coho, and 30,000 trout.

11 (18) \$223,000 of the wildlife account--state appropriation is
12 provided solely to implement Senate Bill No. 5227 (wildlife harvest
13 reports). If the bill is not enacted by June 30, 2005, the amount
14 provided in this subsection shall lapse.

15 (19) \$50,000 of the general fund--state appropriation for fiscal
16 year 2007 is provided solely for federal match funding for the control
17 of predators that damage livestock, crops, and property.

18 (20) \$85,000 of the general fund--state appropriation for fiscal
19 year 2007 is provided solely for the department to produce educational
20 materials discouraging activities that harm or disturb the spawning
21 beds of salmon and steelhead. Discouraged activities include, but are
22 not limited to, wading on spawning beds, driving motor vehicles on
23 spawning beds, use of high-powered jet or propeller-driven boats across
24 spawning beds, dragging anchors through spawning beds, digging or
25 removing gravel from spawning beds, or any other physical disturbance
26 capable of disturbing spawning fish or damaging or destroying nests of
27 incubating eggs.

28 (a) The educational materials produced by the department in
29 accordance with this subsection must include, at a minimum, brochures
30 that are to be disseminated to persons applying for fishing and boating
31 licenses statewide. The department must also distribute the brochures
32 widely to retail outlets that cater to outdoor recreation.

33 (b) The department shall work cooperatively with the tribal fishery
34 comanagers in the development of the educational materials under this
35 section.

36 (c) The department shall report to the legislature concerning the
37 effectiveness of this subsection after at least two spawning cycles of
38 salmon and steelhead have occurred.

1 (21) Within the amounts appropriated in this section, by December
2 1, 2006, the department shall:

3 (a) Submit a report detailing the reductions required by omnibus
4 appropriations acts since 1997 for activities supported by the state
5 wildlife fund; and

6 (b) Submit quarterly revenue and expenditure reports for the state
7 wildlife account based on current revenue forecasts to the office of
8 financial management and the fiscal committees of the legislature(~~(+~~
9 ~~and~~)).

10 (22) The department shall assist the office of regulatory
11 assistance in implementing activities consistent with the governor's
12 regulatory improvement program. The department shall support and
13 provide expertise to facilitate, coordinate, and simplify citizen and
14 business interactions so as to improve state regulatory processes
15 involving state, local, and federal stakeholders.

16 (23) \$408,000 of the general fund--state appropriation for fiscal
17 year 2006 (~~(is)~~) and \$200,000 of the general fund--state appropriation
18 for fiscal year 2007 are provided solely for fire suppression and
19 remediation activities on department lands and facilities that were
20 impacted during the 2005 and 2006 fire season. Funding shall be used
21 for fire suppression, winter feeding, seeding, planting vegetation,
22 fertilizing, weed control, and the establishment of water bars and
23 other erosion control measures.

24 (24) \$266,000 of the general fund--state appropriation for fiscal
25 year 2006 and \$214,000 of the state wildlife account--state
26 appropriation are provided solely for the continued operation of the
27 Nemah, Mossyrock, Omak, Colville, Arlington, and Columbia Basin
28 hatcheries during the 2005-07 biennium. Funding shall be used to
29 offset the increased cost of utilities, fuel, fish feed, and mitigation
30 obligations previously funded from local sources. The department shall
31 consult with the appropriate natural resource and fiscal committees of
32 the legislature prior to submitting a 2007-09 budget proposal that
33 changes current hatchery operations, production, and/or maintenance to
34 the office of financial management. Unless specifically authorized by
35 the legislature, the department shall not close any hatchery facility
36 currently in operation.

37 (25) \$43,000 of the general fund--state appropriation for fiscal

1 year 2007 is provided solely to implement Engrossed Substitute Senate
2 Bill No. 5385 (invasive species council). If the bill is not enacted
3 by June 30, 2006, the amount provided in this subsection shall lapse.

4 (26) \$76,000 of the general fund--state appropriation for fiscal
5 year 2007 is provided solely to pay for the added level of fishery
6 sampling and monitoring in the upper Columbia river area as required
7 under the endangered species act and federal court orders.

8 (27) \$50,000 of the general fund--state appropriation for fiscal
9 year 2007 is provided solely for an interagency working group scoping
10 of a study of the sinking of ships as dive attractions. The department
11 of fish and wildlife shall, as approved by the office of financial
12 management, enter into an interagency agreement with the department of
13 natural resources, the state parks and recreation commission, the
14 department of ecology, and the department of community, trade, and
15 economic development to delineate elements of this study. The
16 department of fish and wildlife shall report to the office of financial
17 management and the appropriate committees of the legislature no later
18 than November 15, 2006.

19 (28) \$500,000 of the general fund--state appropriation for fiscal
20 year 2007 is provided solely to increase fish production levels on a
21 statewide basis at state-operated fish hatcheries. By July 31, 2006,
22 the department shall submit to the appropriate policy and fiscal
23 committees of the legislature an implementation plan that outlines in
24 specific detail how the amount provided in this subsection will be
25 spent in order to increase fish production. The plan will include
26 production implementation timelines, increased production goals, by
27 species, at identified hatcheries that will receive financial
28 assistance, and the amount to be retained by the department for
29 administration and overhead costs, including the purchase of any new
30 equipment. By July 31, 2007, the department shall submit to the
31 appropriate policy and fiscal committees of the legislature a report
32 documenting the increased production levels, using fiscal year 2006 as
33 the base year for comparison purposes. If the department is unable to
34 produce the implementation plan by July 31, 2006, the amount provided
35 in this subsection shall lapse.

36 (29) \$75,000 of the general fund--state appropriation in fiscal
37 year 2007 is provided solely for the department to prevent impacts to

1 native species by controlling the nonnative nutria population in Skagit
2 county.

3 (30) \$100,000 of the general fund--state appropriation for fiscal
4 year 2007 is provided solely for the northwest straits commission to
5 remove lost and abandoned fishing nets and crab and shrimp pots that
6 may be dangerous to humans and that unintentionally trap and kill
7 endangered salmon and other aquatic species.

8 (31) \$4,000 of the wildlife account--state appropriation is
9 provided solely to implement House Bill No. 1210 (temporary fishing
10 license). If the bill is not enacted by June 30, 2005, the amount
11 provided in this subsection shall lapse.

12 (32) Within existing appropriations and utilizing all available
13 federal moneys allocated for the crab buy-back program, the department
14 shall develop and implement a crab buy-back program that allows
15 commercial crab fishers the opportunity to sell their licenses back to
16 the state and exit from the crabbing fishery. The department shall
17 report to the office of financial management and the appropriate fiscal
18 committees of the legislature its detailed implementation plan no later
19 than December 1, 2006.

20 (33) \$660,000 of the general fund--federal appropriation is
21 provided solely to initiate a review of the hydraulic project approval
22 permit rules and to undergo a public process for adoption of new or
23 revised rules that may be needed. Upon completion, the department shall
24 complete a habitat conservation plan for the hydraulic project approval
25 program, and shall seek legislative review prior to adoption of new or
26 revised rules.

27 (34) \$125,000 of the state wildlife account--state appropriation is
28 provided to implement Engrossed Senate Bill No. 5232 (turkey tags). If
29 the bill is not enacted by June 30, 2006, the amount provided in this
30 subsection shall lapse.

31 (35) \$634,000 of the general fund--state appropriation for fiscal
32 year 2007 is provided solely for operations and fish production costs
33 at department-operated Mitchell act hatchery facilities.

34 **Sec. 1205.** 2006 c 372 s 308 (uncodified) is amended to read as
35 follows:

36 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

37 General Fund--State Appropriation (FY 2006) \$40,473,000

1	General Fund--State Appropriation (FY 2007)	((\$53,999,000))
2		<u>\$89,221,000</u>
3	General Fund--Federal Appropriation	((\$15,215,000))
4		<u>\$25,525,000</u>
5	General Fund--Private/Local Appropriation	\$1,276,000
6	Forest Development Account--State Appropriation	((\$54,697,000))
7		<u>\$54,842,000</u>
8	Off-Road Vehicle Account--State Appropriation	((\$4,001,000))
9		<u>\$4,026,000</u>
10	Surveys and Maps Account--State Appropriation	((\$2,447,000))
11		<u>\$2,450,000</u>
12	Aquatic Lands Enhancement Account--State	
13	Appropriation	((\$8,451,000))
14		<u>\$8,966,000</u>
15	Resources Management Cost Account--State	
16	Appropriation	((\$86,332,000))
17		<u>\$86,537,000</u>
18	Surface Mining Reclamation Account--State	
19	Appropriation	((\$2,828,000))
20		<u>\$2,830,000</u>
21	Disaster Response Account--State	
22	Appropriation	\$5,000,000
23	Water Quality Account--State Appropriation	((\$2,636,000))
24		<u>\$2,645,000</u>
25	Aquatic Land Dredged Material Disposal Site	
26	Account--State Appropriation	\$1,321,000
27	Natural Resources Conservation Areas Stewardship	
28	Account--State Appropriation	\$34,000
29	State Toxics Control Account--State Appropriation	\$2,155,000
30	Air Pollution Control Account--State Appropriation	\$556,000
31	Derelict Vessel Removal Account--State Appropriation	\$1,138,000
32	Agricultural College Trust Management	
33	Account--State Appropriation	((\$1,966,000))
34		<u>\$1,972,000</u>
35	Pension Funding Stabilization Account--State	
36	Appropriation	\$136,000
37	TOTAL APPROPRIATION	((\$284,661,000))
38		<u>\$331,103,000</u>

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

3 (1) As described in section 129(7) of this act, the department
4 shall make recommendations and report on monitoring activities related
5 to salmon recovery.

6 (2) \$18,000 of the general fund--state appropriation for fiscal
7 year 2006, \$18,000 of the general fund--state appropriation for fiscal
8 year 2007, and \$1,652,050 of the aquatic lands enhancement account
9 appropriation are provided solely for the implementation of the Puget
10 Sound conservation and recovery plan and agency action items DNR-01 and
11 DNR-02.

12 (3) \$138,000 of the resource management cost account--state
13 appropriation is provided solely to implement Engrossed Second
14 Substitute House Bill No. 1896 (geoduck harvest). If the bill is not
15 enacted by June 30, 2005, the amount in the subsection shall lapse.

16 (4) \$972,000 of the general fund--state appropriation for fiscal
17 year 2006 and \$994,000 of the general fund--state appropriation for
18 fiscal year 2007 are provided solely for deposit into the agricultural
19 college trust management account and are provided solely to manage
20 approximately 70,700 acres of Washington State University's
21 agricultural college trust lands.

22 (5) \$10,689,000 of the general fund--state appropriation for fiscal
23 year 2006, (~~(\$13,635,000)~~) \$48,571,000 of the general fund--state
24 appropriation for fiscal year 2007, and \$5,000,000 of the disaster
25 response account--state appropriation are provided solely for emergency
26 fire suppression. Of these amounts, up to \$250,000 may be expended for
27 staff and other necessary resources to design and implement a fire
28 data-collection system that includes financial- and performance-
29 management information for fires over 10 acres in size.

30 None of the general fund and disaster response account amounts
31 provided in this subsection may be used to fund agency indirect and
32 administrative expenses. Agency indirect and administrative costs
33 shall be allocated among the agency's remaining accounts and
34 appropriations.

35 (6) \$582,000 of the aquatic lands enhancement account appropriation
36 is provided solely for spartina control.

37 (7) Fees approved by the board of natural resources in the 2005-07

1 biennium are authorized to exceed the fiscal growth factor under RCW
2 43.135.055.

3 (8) \$9,000,000 of the general fund--state appropriation for fiscal
4 year 2007 and \$2,000,000 of the aquatic lands enhancement account--
5 state appropriation are provided solely for the purposes of settling
6 those claims identified in *U.S., et al. v. State of Washington, et al.*
7 Subproceeding No. 89-3 (Shellfish), United States District Court for
8 the Western District of Washington at Seattle, Case No. C70-9213. The
9 expenditure of this appropriation is contingent on a settlement
10 agreement that includes the state of Washington as a party to the
11 agreement which is fully executed by June 29, 2007, and a consent
12 decree entered by June 29, 2007, by the United States District Court
13 for the Western District of Washington settling and releasing the
14 identified treaty claims to harvest shellfish previously negotiated in
15 the settlement agreement. By June 29, 2007, the release of claims
16 associated with the settlement agreement and consent decree must be
17 fully effective and there must be no unfulfilled contingencies that
18 could cause the settlement agreement or consent decree to be vacated at
19 some future date if not fulfilled. In the event that these
20 contingencies are not met, the amounts provided in this subsection
21 shall lapse.

22 (9) \$2,155,000 of the state toxics account--state appropriation is
23 provided solely for the department to meet its obligations with the
24 U.S. environmental protection agency for the clean-up of Commencement
25 Bay and other sites.

26 (10) The department shall not develop the Gull Harbor facility
27 without first submitting a master plan to the appropriate committees of
28 the legislature. The plan shall ensure continued public access to the
29 waterfront. The plan shall also examine alternative locations to the
30 Gull Harbor site that would colocate marine equipment for all state
31 agencies needing water access in Thurston county. The report shall be
32 submitted by December 1, 2006.

33 (11) \$250,000 of the general fund--state appropriation for fiscal
34 year 2006, \$250,000 of the general fund--state appropriation for fiscal
35 year 2007, and \$500,000 of the resource management cost account--state
36 appropriation are provided solely for a report on the future of
37 Washington forests. The purpose of the report is to examine economic,
38 recreational, and environmental trends influencing the forest products

1 industry and secondary manufacturing sectors in Washington state. The
2 department shall contract with the University of Washington college of
3 forestry resources. The college shall consult with the University of
4 Washington economics department for the section on investment returns
5 from granted lands. The report shall contain the following parts:

6 (a) An update of the 1992 timber supply study for Washington state
7 that was conducted by the University of Washington. The update may be
8 accomplished by reviewing the most recent similar data available in
9 existing reports, examining a sample of the original 1992 study sample
10 of lands, and through other existing data sources that may reveal
11 relevant trends and changes since 1992.

12 (b) An independent assessment of the economic contribution of the
13 forest products industry, and secondary manufacturing sectors, to the
14 state. This assessment will also examine some of the macroeconomic
15 trends likely to affect the industry in the future.

16 (c) A comparison of the competitive position of Washington's forest
17 products industry globally, and with other leading forest products
18 states, or regions, of the United States. This evaluation should
19 compare the relative tax burden for growing and harvesting timber
20 between the states or regions and the relative cost of adhering to
21 regulations, and identify the competitive advantages of each state or
22 region.

23 (d) An assessment of the trends and dynamics that commercial and
24 residential development play in the conversion of the state's forests
25 to nonforestry uses. The assessment will involve gathering relevant
26 data, reviewing that data, and analyzing the relationship between
27 development and the conversion of forest land uses.

28 (e) Recommendations on: (i) Policy changes that would enhance the
29 competitive position of Washington's forest products industry in
30 Washington state; (ii) policy changes that would, to the extent
31 possible, ensure that a productive forest land base continues to be
32 managed for forest products, recreation, and environmental and other
33 public benefits into the future; and (iii) policy changes that would
34 enhance the recreational opportunities on working forest lands in the
35 state.

36 (f) Based on the information derived from (a) through (d) of this
37 subsection, an assessment of the expected rate of return from state
38 granted lands. This section of the reports shall also review reports

1 prepared by the department over the past ten years that describe the
2 investment returns from granted lands. The review of these previous
3 reports shall compare and critique the methodology and indicators used
4 to report investment returns. The review shall recommend appropriate
5 measures of investment returns from granted lands.

6 (g) Analyze and recommend policies and programs to assist Cascade
7 foothills area landowners and communities in developing and
8 implementing innovative approaches to retaining traditional forestry
9 while at the same time accommodating new uses that strengthen the
10 economic and natural benefits from forest lands. For the purposes of
11 this section, the Cascade foothills area generally encompasses the
12 nonurbanized lands within the Cascade mountain range and drainages
13 lying between three hundred and three thousand feet above mean sea
14 level, and located within Whatcom, Skagit, Snohomish, King, Pierce,
15 Thurston, and Lewis counties.

16 (12) \$4,000 of the general fund--state appropriation for fiscal
17 year 2006 and \$4,000 of the general fund--state appropriation for
18 fiscal year 2007 are provided solely to compensate the forest board
19 trust for a portion of the lease to the Crescent television improvement
20 district consistent with RCW 79.13.520.

21 (13) The department shall develop a multiyear work plan and
22 schedule for mapping all applicable areas of the state for landslide
23 hazards and earthquake hazards. The work plan and schedule shall be
24 based on a carryforward funding level, and shall be submitted to the
25 office of financial management and to the fiscal committees of the
26 legislature by June 30, 2006.

27 (14) \$654,000 of the general fund--state appropriation for fiscal
28 year 2007 is provided solely for geologic hazard research, activities,
29 and mapping, including earthquake, landslide, and tsunami hazards.

30 (15) \$397,000 of the general fund--state appropriation for fiscal
31 year 2007 is provided solely for the department to work with
32 appropriate stakeholders and state agencies in determining how
33 privately owned lands, in combination with other land ownership such as
34 public and tribal lands, contribute to wildlife habitat. The
35 assessment will also determine how commercial forest, forest lands on
36 the urban fringe, and small privately-owned forest lands that are
37 managed according to Washington's forest and fish prescriptions, in

1 combination with other forest management activities, function as
2 wildlife habitat now and in the future.

3 ((+17)) (16) \$50,000 of the general fund--state appropriation for
4 fiscal year 2007 is provided solely to establish a work group to study
5 existing legislation affecting the oil and natural gas industry, and to
6 make recommendations to that legal framework to improve the regulatory,
7 technical, environmental, and financial framework of the oil and gas
8 industry. The department shall report its recommendations to the
9 legislature by December 30, 2006.

10 ((+18)) (17) \$35,000 of the general fund--state appropriation for
11 fiscal year 2007 is provided solely to implement Engrossed Senate Bill
12 No. 5179 (forest health). If the bill is not enacted by June 30, 2006,
13 the amount provided in this subsection shall lapse.

14 ((+19)) (18) \$719,000 of the surface mining reclamation account--
15 state appropriation is provided solely to implement Engrossed Second
16 Substitute Senate Bill No. 6175 (surface mining). If the bill is not
17 enacted by June 30, 2006, the amount provided in this subsection shall
18 lapse.

19 (19) \$504,000 of the aquatic lands enhancement account--state
20 appropriation is provided solely for expenses related to removing the
21 hull of the S.S. Catala, shipwrecked on state-owned aquatic lands at
22 Damon Point State Park.

23 **Sec. 1206.** 2006 c 372 s 309 (uncodified) is amended to read as
24 follows:

25 **FOR THE DEPARTMENT OF AGRICULTURE**

26	General Fund--State Appropriation (FY 2006)	\$10,979,000
27	General Fund--State Appropriation (FY 2007)	((\$12,271,000))
28		<u>\$12,771,000</u>
29	General Fund--Federal Appropriation	\$10,634,000
30	General Fund--Private/Local Appropriation	\$413,000
31	Aquatic Lands Enhancement Account--State	
32	Appropriation	\$1,990,000
33	Water Quality Account--State Appropriation	\$972,000
34	State Toxics Control Account--State Appropriation	\$3,555,000
35	Water Quality Permit Account--State Appropriation	\$238,000
36	Pension Funding Stabilization Account--State	
37	Appropriation	\$39,000

1 TOTAL APPROPRIATION ((~~\$41,091,000~~))
2 \$41,591,000

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

5 (1) \$37,000 of the general fund--state appropriation for fiscal
6 year 2006 and \$37,000 of the general fund--state appropriation for
7 fiscal year 2007 are provided solely for implementation of the Puget
8 Sound conservation and recovery plan and agency action item WSDA-01.

9 (2) Fees and assessments approved by the department in the 2005-07
10 biennium are authorized to exceed the fiscal growth factor under RCW
11 43.135.055.

12 (3) Within funds appropriated in this section, the department, in
13 addition to the authority provided in RCW 17.26.007, may enter into
14 agreements with federal agencies to eradicate spartina from private
15 lands that may provide a source of reinfestation to public lands.

16 (4) \$36,000 of the general fund--state appropriation for fiscal
17 year 2006 and \$37,000 of the general fund--state appropriation for
18 fiscal year 2007 are provided solely for an economic impact study of
19 fairs in the state of Washington.

20 (5) \$12,000 of the general fund--state appropriation for fiscal
21 year 2006 and \$13,000 of the general fund--state appropriation for
22 fiscal year 2007 are provided solely for indemnity payments for poultry
23 that are ordered by the department to be slaughtered or destroyed.

24 (6) \$250,000 of the general fund--state appropriation for fiscal
25 year 2006 and \$250,000 of the general fund--state appropriation for
26 fiscal year 2007 are provided solely for market promotion and trade
27 barrier grants.

28 (7) \$75,000 of the general fund--state appropriation for fiscal
29 year 2006 and \$75,000 of the general fund--state appropriation for
30 fiscal year 2007 are provided solely for the small farm and direct
31 marketing program.

32 (8) \$306,000 of the general fund--state appropriation for fiscal
33 year 2006 and \$160,000 of the general fund--state appropriation for
34 fiscal year 2007 are provided solely to complete a database application
35 that would consolidate program information and enable the department to
36 more effectively respond to a food safety or animal disease emergency.

37 (9) \$150,000 of the general fund--state appropriation for fiscal

1 year 2006 and \$150,000 of the general fund--state appropriation for
2 fiscal year 2007 are provided solely to implement the Washington wine
3 brand campaign.

4 (10) The department shall consult with affected agricultural
5 industries before fees for fruit and vegetable inspections may be
6 raised. The consultation shall include a review of current inspection
7 services, the cost of providing those services, and the discontinuation
8 of unnecessary services.

9 (11) \$85,000 of the general fund--state appropriation for fiscal
10 year 2007 is provided solely to implement Substitute House Bill No.
11 3033 (animal identification). If the bill is not enacted by June 30,
12 2006, the amount provided in this subsection shall lapse.

13 (12) \$30,000 of the general fund--state appropriation for fiscal
14 year 2006 and \$110,000 of the general fund--state appropriation for
15 fiscal year 2007 are provided solely to implement Engrossed Substitute
16 Senate Bill No. 6508 (renewable fuel). If the bill is not enacted by
17 June 30, 2006, the amount provided in this subsection shall lapse.

18 (13) \$100,000 of the general fund--state appropriation for fiscal
19 year 2007 is provided solely to support noxious weed boards.

20 (14) \$500,000 of the general fund--state appropriation for fiscal
21 year 2007 is provided solely for the purchase of agricultural products
22 equipment. The department shall negotiate an appropriate agreement
23 with the agriculture industry for the use of the equipment.

24 (15) \$50,000 of the general fund--state appropriation for fiscal
25 year 2007 is provided solely for spartina eradication efforts.

26 (16) \$26,000 of the general fund--state appropriation for fiscal
27 year 2007 is provided solely to implement Engrossed Substitute Senate
28 Bill No. 5385 (invasive species council). If the bill is not enacted
29 by June 30, 2006, the amount provided in this subsection shall lapse.

30 (17) \$30,000 of the general fund--state appropriation for fiscal
31 year 2007 is provided solely to implement Substitute Senate Bill No.
32 6377 (milk and milk products). If the bill is not enacted by June 30,
33 2006, the amount provided in this subsection shall lapse.

34 (18) \$500,000 of the general fund--state appropriation for fiscal
35 year 2007 is provided solely to implement the wine commission marketing
36 campaign.

(End of part)

PART XIII
TRANSPORTATION

Sec. 1301. 2006 c 372 s 402 (uncodified) is amended to read as follows:

FOR THE STATE PATROL

General Fund--State Appropriation (FY 2006)	\$37,601,000
General Fund--State Appropriation (FY 2007)	(\$32,753,000)
	<u>\$36,220,000</u>
General Fund--Federal Appropriation	(\$4,364,000)
	<u>\$4,872,000</u>
General Fund--Private/Local Appropriation	\$596,000
Death Investigations Account--State Appropriation	(\$4,628,000)
	<u>\$4,591,000</u>
Public Safety and Education Account--State Appropriation	(\$3,388,000)
	<u>\$3,438,000</u>
Enhanced 911 Account--State Appropriation	\$573,000
County Criminal Justice Assistance Account--State Appropriation	(\$2,895,000)
	<u>\$2,923,000</u>
Municipal Criminal Justice Assistance Account--State Appropriation	(\$1,157,000)
	<u>\$1,171,000</u>
Fire Service Trust Account--State Appropriation	\$131,000
Fire Service Training Account--State Appropriation	\$7,560,000
State Toxics Control Account--State Appropriation	\$469,000
Violence Reduction and Drug Enforcement Account--State Appropriation	\$313,000
Fingerprint Identification Account--State Appropriation	(\$6,270,000)
	<u>\$6,271,000</u>
Disaster Response Account--State Appropriation	\$2,000
Aquatic Invasive Species Enforcement Account--State Appropriation	\$145,000
Pension Funding Stabilization Account--State Appropriation	\$102,000

1 TOTAL APPROPRIATION ((~~\$102,947,000~~))
2 \$106,978,000

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

5 (1) \$200,000 of the fire service training account--state
6 appropriation is provided solely for two FTEs in the office of state
7 fire marshal to exclusively review K-12 construction documents for fire
8 and life safety in accordance with the state building code. It is the
9 intent of this appropriation to provide these services only to those
10 districts that are located in counties without qualified review
11 capabilities.

12 (2) \$145,000 of the aquatic invasive species enforcement account--
13 state appropriation is provided solely for the implementation of
14 Engrossed Substitute Senate Bill No. 5699 (aquatic invasive species).
15 If the bill is not enacted by June 30, 2005, the amount provided in
16 this subsection shall lapse.

17 (3) \$250,000 of the general fund--state appropriation for fiscal
18 year 2006 and \$240,000 of the general fund--state appropriation for
19 fiscal year 2007 are provided solely for the implementation of
20 Engrossed House Bill No. 1241 (vehicle licensing and registration). If
21 the bill is not enacted by June 30, 2005, the amount provided in this
22 subsection shall lapse.

23 (4) \$395,000 of the general fund--state appropriation for fiscal
24 year 2007 is provided solely for implementation of section 5 of Second
25 Substitute House Bill No. 2805 (missing persons). If the bill is not
26 enacted by June 30, 2006, the amount provided in this subsection shall
27 lapse.

28 (5) If funding is provided through a federal grant or through a
29 memorandum of understanding with a local government, the Washington
30 state patrol's automatic fingerprint identification system shall be
31 capable of instantly accepting electronic latent search records from
32 any Washington state local law enforcement agency, to be implemented on
33 a timeline agreed to by the patrol and the agency granting the fund
34 source. The Washington state patrol shall notify the appropriate
35 fiscal and policy committees of the legislature in writing upon the
36 receipt of such federal moneys or upon the effective date of a
37 memorandum of understanding with a local government.

1 (6) \$50,000 of the general fund--state appropriation for fiscal
2 year 2007 is provided solely for the implementation of Substitute
3 Senate Bill No. 6519 (sex offender registration). If the bill is not
4 enacted by June 30, 2006, the amount provided in this subsection shall
5 lapse.

6 (7) In accordance with RCW 10.97.100 and chapter 43.43 RCW, the
7 Washington state patrol is authorized to perform and charge fees for
8 criminal history and background checks for state and local agencies,
9 and nonprofit and other private entities and disseminate the records.
10 It is the policy of the state of Washington that the fees cover, as
11 nearly as practicable, the direct and indirect costs of the criminal
12 history and background check activities. Pursuant to RCW 43.135.055,
13 during the 2005-2007 fiscal biennium, the Washington state patrol may
14 increase fees in excess of the fiscal growth factor if the increases
15 are necessary to fully fund the direct and indirect cost of criminal
16 history and background check activities.

(End of part)

PART XIV
EDUCATION

Sec. 1401. 2006 c 372 s 501 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION

(1) STATE AGENCY OPERATIONS

General Fund--State Appropriation (FY 2006)	\$13,452,000
General Fund--State Appropriation (FY 2007)	(\$17,151,000)
	<u>\$17,376,000</u>
General Fund--Federal Appropriation	(\$23,090,000)
	<u>\$23,090,000</u>
<u>Pension Funding Stabilization Account Appropriation</u>	<u>\$165,000</u>
TOTAL APPROPRIATION	(\$53,693,000)
	<u>\$54,083,000</u>

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

(a) \$10,835,000 of the general fund--state appropriation for fiscal year 2006 and ~~(\$10,980,000)~~ \$10,990,000 of the general fund--state appropriation for fiscal year 2007 are provided solely for the operation and expenses of the office of the superintendent of public instruction. Within the amounts provided in this subsection, the superintendent shall recognize the extraordinary accomplishments of four students who have demonstrated a strong understanding of the civics essential learning requirements to receive the Daniel J. Evans civic education award. The students selected for the award must demonstrate understanding through completion of at least one of the classroom-based civics assessment models developed by the superintendent of public instruction, and through leadership in the civic life of their communities. The superintendent shall select two students from eastern Washington and two students from western Washington to receive the award, and shall notify the governor and legislature of the names of the recipients.

(b) \$428,000 of the general fund--state appropriation for fiscal year 2006 and ~~(\$547,000)~~ \$597,000 of the general fund--state appropriation for fiscal year 2007 are provided solely for the

1 operation and expenses of the state board of education, including basic
2 education assistance activities.

3 (c) \$509,000 of the general fund--state appropriation for fiscal
4 year 2006 and (~~(\$504,000)~~) \$554,000 of the general fund--state
5 appropriation for fiscal year 2007 are provided solely for the
6 operation and expenses of the Washington professional educator
7 standards board. Within the amounts provided in this subsection, the
8 Washington professional educator standards board shall pursue the
9 implementation of recent study recommendations including: (i) Revision
10 of teacher mathematics endorsement competencies and alignment of
11 teacher tests to the updated competencies, and (ii) development of
12 mathematics specialist endorsement.

13 (d) \$607,000 of the general fund--state appropriation for fiscal
14 year 2006 and (~~(\$592,000)~~) \$992,000 of the general fund--state
15 appropriation for fiscal year 2007 are provided solely for increased
16 attorney general fees related to *School Districts' Alliance for*
17 *Adequate Funding of Special Education et al. v. State of Washington et*
18 *al.*, Thurston County Superior Court Cause No. 04-2-02000-7 and other
19 education funding lawsuits.

20 (e) (~~(\$1,900,000)~~) \$1,615,000 of the general fund--state
21 appropriation is for replacement of the apportionment system, which
22 includes the processes that collect school district budget and
23 expenditure information, staffing characteristics, and the student
24 enrollments that drive the funding process.

25 (f)(i) \$45,000 of the general fund--state appropriation for fiscal
26 year 2006 is provided solely for the office of the superintendent of
27 public instruction and the department of health to collaborate and
28 develop a work group to assess school nursing services in class I
29 school districts. The work group shall consult with representatives
30 from the following groups: School nurses, schools, students, parents,
31 teachers, health officials, and administrators. The work group shall:

32 (A) Study the need for additional school nursing services by
33 gathering data about current school nurse-to-student ratios in each
34 class I school district and assessing the demand for school nursing
35 services by acuity levels and the necessary skills to meet those
36 demands. The work group also shall recommend to the legislature best
37 practices in school nursing services, including a dedicated,
38 sustainable funding model that would best meet the current and future

1 needs of Washington's schools and contribute to greater academic
2 success of all students. The work group shall make recommendations for
3 school nursing services, and may examine school nursing services by
4 grade level. The work group shall assess whether funding for school
5 nurses should continue as part of basic education; and

6 (B) In collaboration with managed care plans that contract with the
7 department of social and health services medical assistance
8 administration to provide health services to children participating in
9 the medicaid and state children's health insurance program, identify
10 opportunities to improve coordination of and access to health services
11 for low-income children through the use of school nurse services. The
12 work group shall evaluate the feasibility of pooling school district
13 and managed care plan funding to finance school nurse positions in
14 school districts with high numbers of low-income children.

15 (ii) The office of superintendent of public instruction shall
16 report the work group's findings and plans for implementation to the
17 legislature by February 1, 2006.

18 (g) \$78,000 of the general fund--state appropriation for fiscal
19 year 2006 and \$228,000 of the general fund--state appropriation for
20 fiscal year 2007 are provided solely to provide direct services and
21 support to schools around an integrated, interdisciplinary approach to
22 instruction in conservation, natural resources, sustainability, and
23 human adaptation to the environment. Of this amount, \$150,000 of the
24 general fund--state appropriation for fiscal year 2007 is provided for
25 deposit in the Washington natural science, wildlife, and environmental
26 education partnership account for grants pursuant to RCW 28A.300.440.
27 Specific integration efforts will focus on science, math, and the
28 social sciences. Integration between basic education and career and
29 technical education, particularly agricultural and natural sciences
30 education, is to be a major element.

31 (h) \$2,896,000 of the general fund--state appropriation for fiscal
32 year 2007 is provided solely for the creation of a statewide data base
33 of longitudinal student information. This amount is conditioned on the
34 department satisfying the requirements in section 902, chapter 518,
35 Laws of 2005.

36 (i) \$325,000 of the general fund--state appropriation for fiscal
37 year 2007 is provided solely for comprehensive cultural competence and
38 anti-bias education programs for educators and students. The office of

1 superintendent of public instruction shall administer grants to school
2 districts with the assistance and input of groups such as the
3 anti-defamation league and the Jewish federation of Seattle.

4 (j) \$50,000 of the general fund--state appropriation for fiscal
5 year 2007 is provided solely for implementation of Senate Bill No. 6219
6 (financial literacy). If the bill is not enacted by June 30, 2006, the
7 amount in this section is provided solely for additional efforts at
8 promoting financial literacy of students. The effort will be
9 coordinated through the financial literacy public-private partnership.

10 (k) \$64,000 of the general fund--state appropriation for fiscal
11 year 2007 is provided solely for the office of the superintendent of
12 public instruction to conduct further evaluation of issues raised in
13 the recently completed joint legislative audit and review committee
14 report on the accounting of special education excess costs. Within the
15 amounts provided in this subsection, the office of the superintendent
16 of public instruction will convene a work group to evaluate modifying
17 or replacing the current 1077 methodology. This work group will
18 deliver a report to the appropriate committees of the legislature,
19 including the joint legislative audit and review committee, and the
20 office of financial management, by January 1, 2007. The work group
21 will take into consideration recommendations of the Washington learns
22 steering committee.

23 (l) \$15,000 of the general fund--state appropriation for fiscal
24 year 2007 is provided solely for the implementation of Engrossed House
25 Bill No. 2910 (environmental education). If the bill is not enacted by
26 June 30, 2006, the amount provided in this subsection shall lapse.

27 (2) STATEWIDE PROGRAMS

28	General Fund--State Appropriation (FY 2006)	\$12,341,000
29	General Fund--State Appropriation (FY 2007)	\$18,884,000
30	General Fund--Federal Appropriation	(\$58,112,000)
31		<u>\$67,358,000</u>
32	TOTAL APPROPRIATION	(\$89,337,000)
33		<u>\$98,583,000</u>

34 The appropriations in this subsection are provided solely for the
35 statewide programs specified in this subsection and are subject to the
36 following conditions and limitations:

37 (a) HEALTH AND SAFETY

1 (i) A maximum of \$2,541,000 of the general fund--state
2 appropriation for fiscal year 2006 and a maximum of \$2,541,000 of the
3 general fund--state appropriation for fiscal year 2007 are provided for
4 a corps of nurses located at educational service districts, as
5 determined by the superintendent of public instruction, to be
6 dispatched to the most needy schools to provide direct care to
7 students, health education, and training for school staff.

8 (ii) A maximum of \$96,000 of the general fund--state appropriation
9 for fiscal year 2006 and a maximum of \$96,000 of the general fund--
10 state appropriation for fiscal year 2007 are provided for the school
11 safety center in the office of the superintendent of public instruction
12 subject to the following conditions and limitations:

13 (A) The safety center shall: Disseminate successful models of
14 school safety plans and cooperative efforts; provide assistance to
15 schools to establish a comprehensive safe school plan; select models of
16 cooperative efforts that have been proven successful; act as an
17 information dissemination and resource center when an incident occurs
18 in a school district either in Washington or in another state;
19 coordinate activities relating to school safety; review and approve
20 manuals and curricula used for school safety models and training; and
21 develop and maintain a school safety information web site.

22 (B) The school safety center advisory committee shall develop a
23 training program, using the best practices in school safety, for all
24 school safety personnel.

25 (iii) A maximum of \$100,000 of the general fund--state
26 appropriation for fiscal year 2006 and a maximum of \$100,000 of the
27 general fund--state appropriation for fiscal year 2007 are provided for
28 a school safety training program provided by the criminal justice
29 training commission. The commission, in collaboration with the school
30 safety center advisory committee, shall provide the school safety
31 training for all school administrators and school safety personnel,
32 including school safety personnel hired after the effective date of
33 this section.

34 (iv) \$40,000 of the general fund--state appropriation is provided
35 solely for the safety center advisory committee to develop and
36 distribute a pamphlet to promote internet safety for children,
37 particularly in grades seven through twelve. The pamphlet shall be
38 posted on the superintendent of public instruction's web site. To the

1 extent possible, the pamphlet shall be distributed in schools
2 throughout the state and in other areas accessible to youth, including
3 but not limited to libraries and community centers.

4 (v) \$10,344,000 of the general fund--federal appropriation is
5 provided for safe and drug free schools and communities grants for drug
6 and violence prevention activities and strategies and \$800,000 of the
7 general fund--state appropriation for fiscal year 2007 is provided
8 solely for one-time backfill of the federal reductions to the safe and
9 drug free schools and communities grant program.

10 (vi) A maximum of \$146,000 of the general fund--state appropriation
11 for fiscal year 2006 and a maximum of \$146,000 of the general fund--
12 state appropriation for fiscal year 2007 are provided for a nonviolence
13 and leadership training program provided by the institute for community
14 leadership. The program shall provide a request for proposal process,
15 with up to 80 percent funding, for nonviolence leadership workshops
16 serving at least 12 school districts with direct programming in 36
17 elementary, middle, and high schools throughout Washington state.

18 (vii) \$100,000 of the general fund--state appropriation for fiscal
19 year 2007 is provided solely for a pilot youth suicide prevention and
20 information program. The office of superintendent of public
21 instruction will work with selected school districts and community
22 agencies in identifying effective strategies at preventing youth
23 suicide.

24 (viii) \$40,000 of the general fund--state appropriation for fiscal
25 year 2007 is provided solely for the implementation of Substitute
26 Senate Bill No. 6580 (school notification about sex and kidnapping
27 offenders), including section 2 of that act.

28 (ix) \$45,000 of the general fund state--state appropriation for
29 fiscal year 2007 is provided solely for the development of safe school
30 plan standards. By December 1, 2006, the Washington state school
31 safety center advisory committee, in consultation with the
32 superintendent of public instruction shall prepare a report with: (1)
33 The recommended standards; (2) a potential implementation plan for
34 those standards statewide; and (3) detailed information on the costs
35 and other impacts on school districts from implementing the standards.
36 The development of standards shall address requirements for school
37 mapping and shall include a review of current research regarding safe
38 school planning.

1 (b) TECHNOLOGY

2 A maximum of \$1,939,000 of the general fund--state appropriation
3 for fiscal year 2006 and a maximum of \$1,939,000 of the general fund--
4 state appropriation for fiscal year 2007 are provided for K-20
5 telecommunications network technical support in the K-12 sector to
6 prevent system failures and avoid interruptions in school utilization
7 of the data processing and video-conferencing capabilities of the
8 network. These funds may be used to purchase engineering and advanced
9 technical support for the network.

10 (c) GRANTS AND ALLOCATIONS

11 (i) \$787,000 of the fiscal year 2006 appropriation and \$799,000 of
12 the fiscal year 2007 appropriation are provided solely for the special
13 services pilot projects. The office of the superintendent of public
14 instruction shall allocate these funds to the district or districts
15 participating in the pilot program according to the provisions of RCW
16 28A.630.015.

17 (ii) A maximum of \$548,000 of the general fund--state appropriation
18 for fiscal year 2006 and a maximum of \$1,059,000 of the general fund--
19 state appropriation for fiscal year 2007 are provided for alternative
20 certification routes. Funds may be used by the professional educator
21 standards board to continue existing alternative-route grant programs
22 and to create new alternative-route programs in regions of the state
23 with service shortages. Of this amount, \$511,000 of the general fund--
24 state appropriation for fiscal year 2007 is provided for additional
25 conditional scholarships to candidates seeking an endorsement in
26 special education, math, science, and bilingual education.

27 (iii) A maximum of \$31,000 of the general fund--state appropriation
28 for fiscal year 2006 and a maximum of \$31,000 of the general fund--
29 state appropriation for fiscal year 2007 are provided for operation of
30 the Cispus environmental learning center.

31 (iv) A maximum of (~~(\$1,224,000)~~) \$2,448,000 of the general fund--
32 state appropriation (~~(for fiscal year 2006 and a maximum of \$1,224,000~~
33 ~~of the general fund--state appropriation for fiscal year 2007 are))~~) is
34 provided for in-service training and educational programs conducted by
35 the Pacific Science Center.

36 (v) A maximum of (~~(\$1,079,000)~~) \$2,158,000 of the general fund--
37 state appropriation (~~(for fiscal year 2006 and a maximum of \$1,079,000~~
38 ~~of the general fund--state appropriation for fiscal year 2007 are))~~) is

1 provided for the Washington state leadership assistance for science
2 education reform (LASER) regional partnership coordinated at the
3 Pacific Science Center.

4 (vi) A maximum of \$97,000 of the general fund--state appropriation
5 for fiscal year 2006 and a maximum of \$97,000 of the general fund--
6 state appropriation for fiscal year 2007 are provided to support
7 vocational student leadership organizations.

8 (vii) A maximum of \$146,000 of the general fund--state
9 appropriation for fiscal year 2006 and a maximum of \$146,000 of the
10 general fund--state appropriation for fiscal year 2007 are provided for
11 the Washington civil liberties education program.

12 (viii) \$1,000,000 of the general fund--state appropriation for
13 fiscal year 2006 and \$1,000,000 of the general fund--state
14 appropriation for fiscal year 2007 are provided solely for the
15 Washington state achievers scholarship program. The funds shall be
16 used to support community involvement officers that recruit, train, and
17 match community volunteer mentors with students selected as achievers
18 scholars.

19 (ix) (~~(\$1,911,000)~~) \$2,119,000 of the general fund--federal
20 appropriation is provided for the advanced placement fee program to
21 increase opportunities for low-income students and under-represented
22 populations to participate in advanced placement courses and to
23 increase the capacity of schools to provide advanced placement courses
24 to students.

25 (x) \$5,532,000 of the general fund--federal appropriation is
26 provided for comprehensive school reform demonstration projects to
27 provide grants to low-income schools for improving student achievement
28 through adoption and implementation of research-based curricula and
29 instructional programs.

30 (xi) (~~(\$24,490,000)~~) \$33,526,000 of the general fund--federal
31 appropriation is provided for 21st century learning center grants,
32 providing after-school and inter-session activities for students.

33 (xii) \$383,000 of the general fund--state appropriation for fiscal
34 year 2006 and \$294,000 of the general fund--state appropriation for
35 fiscal year 2007 are provided solely for the Lorraine Wojahn dyslexia
36 pilot reading program in up to five school districts.

37 (xiii) \$75,000 of the general fund--state appropriation for fiscal
38 year 2006 and \$75,000 of the general fund--state appropriation for

1 fiscal year 2007 are provided solely for developing and disseminating
2 curriculum and other materials documenting women's role in World War
3 II.

4 (xiv) \$175,000 of the general fund--state appropriation for fiscal
5 year 2007 is provided solely for incentive grants for districts to
6 develop preapprenticeship programs. Grant awards up to \$10,000 each
7 shall be used to support the program's design, school/business/labor
8 agreement negotiations, and recruiting high school students for
9 preapprenticeship programs in the building trades and crafts.

10 (xv) \$3,980,000 of the general fund--state appropriation for fiscal
11 year 2007 is provided solely for the dissemination of the Navigation
12 101 curriculum to all districts, including the development and
13 dissemination of electronic student planning tools and the development
14 of a software package to use to analyze the impact of the
15 implementation of Navigation 101 on student performance, and grants to
16 at least one hundred school districts for the implementation of the
17 Navigation 101 program. The implementation grants will be limited to
18 a maximum of two years and the school districts selected shall
19 represent various regions of the state and reflect differences in
20 school district size and enrollment characteristics.

21 (xvi) \$2,148,000 of the general fund--state appropriation for
22 fiscal year 2006 is provided solely for one-time grants to school
23 districts to offset extraordinary rate increases for natural gas and
24 heating oil.

25 (xvii) \$22,000 of the general fund--state appropriation for fiscal
26 year 2007 is provided solely for the implementation of Engrossed House
27 Bill No. 2579 (educational assessments). If the bill is not enacted by
28 June 30, 2006, the amount provided in this subsection shall lapse.

29 (xviii) \$1,500,000 of the general fund--state appropriation for
30 fiscal year 2006 and \$1,500,000 of the general fund--state
31 appropriation for fiscal year 2007 are provided solely for a pilot
32 grant program related to serving students in staffed residential homes
33 and other students as specified below. The pilot grant program will be
34 established in at least five school districts. The districts eligible
35 for the pilot grant program shall be limited to school districts with
36 a concentration of students residing in staffed residential homes
37 greater than or equal to 1.3 full time equivalent students per 1,000 K-
38 12 public students, including students who resided in staffed

1 residential homes during the 2005-2006 school year, and transferred to
2 another residential facility in that district as a result of a closure
3 of one or more staffed residential homes in that district in the
4 current or preceding school year. The amount of funding for each pilot
5 grant district shall be in proportion to the degree of concentration of
6 staffed residential home students residing and served in each
7 respective district or serving high school district, and other criteria
8 as determined by the office of the superintendent of public
9 instruction. Funding in the pilot grant program shall not be
10 considered part of the basic education program.

11 (A) The pilot grant program is intended to: (I) Identify the
12 fiscal and educational challenges posed to districts that serve staffed
13 residential homes students; (II) provide resources to assist school
14 districts in developing best practices for addressing these challenges;
15 (III) address costs resulting from high concentrations of staffed
16 residential home students in some school districts; (IV) develop models
17 of collaboration between school districts and staffed residential
18 homes; and (V) gain additional information on the variety of
19 circumstances and needs present in the staffed residential home
20 population, including both special education and nonspecial education
21 eligible students.

22 (B) As a condition of the pilot grant program, the selected school
23 districts must meet the following criteria: (I) Jointly develop, with
24 staffed residential homes in their community, a model policy and plan
25 for collaboration and information sharing, which includes an agreed
26 upon routine of regular communication regarding each child's progress,
27 including for special education students the development and regular
28 updating of individualized education programs; (II) provide an annual
29 progress report regarding the implementation of the model policy and
30 plan and measured progress toward meeting the educational needs of
31 students in staffed residential homes; and (III) provide information
32 and data to the office of the superintendent of public instruction as
33 required for the study detailed in (D) of this subsection (c)(xviii).

34 (C) \$40,000 of the general fund--state appropriation for fiscal
35 year 2007 is provided solely for the office of the superintendent of
36 public instruction, with the assistance of the department of social and
37 health services, to prepare a report to the appropriate policy and
38 fiscal committees of the legislature and the office of financial

1 management on: (I) The number of students residing at each staffed
2 residential home by school district; (II) the specific types of needs
3 of students residing at each staffed residential home; and (III) an
4 overview of the differences in the programs being offered at staffed
5 residential homes and the ranges of costs associated with these
6 programs; and (IV) a summary of the current types of collaboration
7 between school districts and staffed residential homes. This report
8 shall be submitted by November 30, 2006.

9 (D) \$15,000 of the general fund--state appropriation for fiscal
10 year 2007 is provided solely for the office of the superintendent of
11 public instruction to report to the appropriate policy and fiscal
12 committees of the legislature and the office of financial management on
13 the results of the pilot grant program established in this subsection
14 (c)(xviii), including a description of the impact on the educational
15 services delivered to the students residing at each staffed residential
16 home. Based on the results of the pilot grant program, the office of
17 the superintendent of public instruction may make recommendations
18 regarding best practices for meeting the needs of students residing in
19 staffed residential homes, and fostering collaboration with staffed
20 residential homes. This report shall be submitted by June 30, 2007.

21 (E) For those students (~~residing in staffed residential homes~~)
22 for whom a school district receives a pilot grant application and who
23 are special education eligible, school districts are eligible to pursue
24 safety net funding beyond the pilot grant program amounts so that the
25 combined basic education allocation, special education excess cost
26 allocation, pilot grant amount, and safety net grants recognize the
27 costs associated with serving staffed residential home students
28 potentially concentrated in a few school districts.

29 (F) For purposes of this subsection (c)(xviii), "staffed
30 residential home" means a home licensed by the department of social and
31 health services to provide twenty-four hour care for six or fewer
32 children or expectant mothers, which employs staff to care for them.

33 **Sec. 1402.** 2006 c 372 s 502 (uncodified) is amended to read as
34 follows:

35 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL**
36 **APPORTIONMENT**

37 General Fund--State Appropriation (FY 2006) \$4,193,442,000

1 General Fund--State Appropriation (FY 2007) (~~(\$4,281,807,000)~~)
2 \$4,252,844,000
3 Pension Funding Stabilization Account Appropriation . . . \$28,548,000
4 TOTAL APPROPRIATION (~~(\$8,503,797,000)~~)
5 \$8,474,834,000

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

8 (1) Each general fund fiscal year appropriation includes such funds
9 as are necessary to complete the school year ending in the fiscal year
10 and for prior fiscal year adjustments.

11 (2) Allocations for certificated staff salaries for the 2005-06 and
12 2006-07 school years shall be determined using formula-generated staff
13 units calculated pursuant to this subsection. Staff allocations for
14 small school enrollments in (d) through (f) of this subsection shall be
15 reduced for vocational full-time equivalent enrollments. Staff
16 allocations for small school enrollments in grades K-6 shall be the
17 greater of that generated under (a) of this subsection, or under (d)
18 and (e) of this subsection. Certificated staffing allocations shall be
19 as follows:

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

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

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

28 (iii) Forty-six certificated instructional staff units per thousand
29 full-time equivalent students in grades 4-12; and

30 (iv) An additional 4.2 certificated instructional staff units for
31 grades K-3 and an additional 7.2 certificated instructional staff units
32 for grade 4. Any funds allocated for the additional certificated units
33 provided in this subsection (iv) shall not be considered as basic
34 education funding;

35 (A) Funds provided under this subsection (2)(a)(iv) in excess of
36 the amount required to maintain the statutory minimum ratio established
37 under RCW 28A.150.260(2)(b) shall be allocated only if the district
38 documents an actual ratio in grades K-4 equal to or greater than 53.2

1 certificated instructional staff per thousand full-time equivalent
2 students. For any school district documenting a lower certificated
3 instructional staff ratio, the allocation shall be based on the
4 district's actual grades K-4 certificated instructional staff ratio
5 achieved in that school year, or the statutory minimum ratio
6 established under RCW 28A.150.260(2)(b), if greater;

7 (B) Districts at or above 51.0 certificated instructional staff per
8 one thousand full-time equivalent students in grades K-4 may dedicate
9 up to 1.3 of the 53.2 funding ratio to employ additional classified
10 instructional assistants assigned to basic education classrooms in
11 grades K-4. For purposes of documenting a district's staff ratio under
12 this section, funds used by the district to employ additional
13 classified instructional assistants shall be converted to a
14 certificated staff equivalent and added to the district's actual
15 certificated instructional staff ratio. Additional classified
16 instructional assistants, for the purposes of this subsection, shall be
17 determined using the 1989-90 school year as the base year;

18 (C) Any district maintaining a ratio in grades K-4 equal to or
19 greater than 53.2 certificated instructional staff per thousand full-
20 time equivalent students may use allocations generated under this
21 subsection (2)(a)(iv) in excess of that required to maintain the
22 minimum ratio established under RCW 28A.150.260(2)(b) to employ
23 additional basic education certificated instructional staff or
24 classified instructional assistants in grades 5-6. Funds allocated
25 under this subsection (2)(a)(iv) shall only be expended to reduce class
26 size in grades K-6. No more than 1.3 of the certificated instructional
27 funding ratio amount may be expended for provision of classified
28 instructional assistants;

29 (b) For school districts with a minimum enrollment of 250 full-time
30 equivalent students whose full-time equivalent student enrollment count
31 in a given month exceeds the first of the month full-time equivalent
32 enrollment count by 5 percent, an additional state allocation of 110
33 percent of the share that such increased enrollment would have
34 generated had such additional full-time equivalent students been
35 included in the normal enrollment count for that particular month;

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

37 (A) Vocational education programs approved by the superintendent of

1 public instruction, a maximum of 0.92 certificated instructional staff
2 units and 0.08 certificated administrative staff units for each 19.5
3 full-time equivalent vocational students; and

4 (B) Skills center programs meeting the standards for skills center
5 funding established in January 1999 by the superintendent of public
6 instruction with a waiver allowed for skills centers in current
7 operation that are not meeting this standard until the 2007-08 school
8 year, 0.92 certificated instructional staff units and 0.08 certificated
9 administrative units for each 16.67 full-time equivalent vocational
10 students;

11 (ii) Vocational full-time equivalent enrollment shall be reported
12 on the same monthly basis as the enrollment for students eligible for
13 basic support, and payments shall be adjusted for reported vocational
14 enrollments on the same monthly basis as those adjustments for
15 enrollment for students eligible for basic support; and

16 (iii) Indirect cost charges by a school district to vocational-
17 secondary programs shall not exceed 15 percent of the combined basic
18 education and vocational enhancement allocations of state funds;

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

25 (i) For those enrolling no students in grades 7 and 8, 1.76
26 certificated instructional staff units and 0.24 certificated
27 administrative staff units for enrollment of not more than five
28 students, plus one-twentieth of a certificated instructional staff unit
29 for each additional student enrolled; and

30 (ii) For those enrolling students in grades 7 or 8, 1.68
31 certificated instructional staff units and 0.32 certificated
32 administrative staff units for enrollment of not more than five
33 students, plus one-tenth of a certificated instructional staff unit for
34 each additional student enrolled;

35 (e) For specified enrollments in districts enrolling more than
36 twenty-five but not more than one hundred average annual full-time
37 equivalent students in grades K-8, and for small school plants within

1 any school district which enroll more than twenty-five average annual
2 full-time equivalent students in grades K-8 and have been judged to be
3 remote and necessary by the state board of education:

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

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

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

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

19 (ii) For all other small high schools under this subsection, nine
20 certificated instructional staff units and one-half of a certificated
21 administrative staff unit for the first sixty average annual full time
22 equivalent students, and additional staff units based on a ratio of
23 0.8732 certificated instructional staff units and 0.1268 certificated
24 administrative staff units per each additional forty-three and one-half
25 average annual full time equivalent students.

26 Units calculated under (f)(ii) of this subsection shall be reduced
27 by certificated staff units at the rate of forty-six certificated
28 instructional staff units and four certificated administrative staff
29 units per thousand vocational full-time equivalent students;

30 (g) For each nonhigh school district having an enrollment of more
31 than seventy annual average full-time equivalent students and less than
32 one hundred eighty students, operating a grades K-8 program or a grades
33 1-8 program, an additional one-half of a certificated instructional
34 staff unit; and

35 (h) For each nonhigh school district having an enrollment of more
36 than fifty annual average full-time equivalent students and less than
37 one hundred eighty students, operating a grades K-6 program or a grades

1 1-6 program, an additional one-half of a certificated instructional
2 staff unit.

3 (3) Allocations for classified salaries for the 2005-06 and 2006-07
4 school years shall be calculated using formula-generated classified
5 staff units determined as follows:

6 (a) For enrollments generating certificated staff unit allocations
7 under subsection (2)(d) through (h) of this section, one classified
8 staff unit for each three certificated staff units allocated under such
9 subsections;

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

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

17 (4) Fringe benefit allocations shall be calculated at a rate of
18 11.21 percent in the 2005-06 school year and 13.02 percent in the 2006-
19 07 school year for certificated salary allocations provided under
20 subsection (2) of this section, and a rate of 14.07 percent in the
21 2005-06 school year and 15.99 percent in the 2006-07 school year for
22 classified salary allocations provided under subsection (3) of this
23 section.

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

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

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

35 (6)(a) For nonemployee-related costs associated with each
36 certificated staff unit allocated under subsection (2)(a), (b), and (d)
37 through (h) of this section, there shall be provided a maximum of

1 \$9,112 per certificated staff unit in the 2005-06 school year and a
2 maximum of \$9,476 per certificated staff unit in the 2006-07 school
3 year.

4 (b) For nonemployee-related costs associated with each vocational
5 certificated staff unit allocated under subsection (2)(c)(i)(A) of this
6 section, there shall be provided a maximum of \$22,377 per certificated
7 staff unit in the 2005-06 school year and a maximum of \$23,272 per
8 certificated staff unit in the 2006-07 school year.

9 (c) For nonemployee-related costs associated with each vocational
10 certificated staff unit allocated under subsection (2)(c)(i)(B) of this
11 section, there shall be provided a maximum of \$17,362 per certificated
12 staff unit in the 2005-06 school year and a maximum of \$18,056 per
13 certificated staff unit in the 2006-07 school year.

14 (7) Allocations for substitute costs for classroom teachers shall
15 be distributed at a maintenance rate of \$531.09 for the 2005-06 and
16 2006-07 school years per allocated classroom teachers exclusive of
17 salary increase amounts provided in section 504 of this act. Solely
18 for the purposes of this subsection, allocated classroom teachers shall
19 be equal to the number of certificated instructional staff units
20 allocated under subsection (2) of this section, multiplied by the ratio
21 between the number of actual basic education certificated teachers and
22 the number of actual basic education certificated instructional staff
23 reported statewide for the prior school year.

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

33 (9) The superintendent may distribute a maximum of (~~(\$12,992,000)~~)
34 \$12,769,000 outside the basic education formula during fiscal years
35 2006 and 2007 as follows:

36 (a) For fire protection for school districts located in a fire
37 protection district as now or hereafter established pursuant to chapter

1 52.04 RCW, a maximum of \$513,000 may be expended in fiscal year 2006
2 and a maximum of \$534,000 may be expended in fiscal year 2007;

3 (b) For summer vocational programs at skills centers, a maximum of
4 \$2,035,000 may be expended for the 2006 fiscal year and a maximum of
5 \$2,385,000 for the 2007 fiscal year. 20 percent of each fiscal year
6 amount may carry over from one year to the next;

7 (c) A maximum of \$369,000 may be expended for school district
8 emergencies;

9 (d) A maximum of \$485,000 each fiscal year may be expended for
10 programs providing skills training for secondary students who are
11 enrolled in extended day school-to-work programs, as approved by the
12 superintendent of public instruction. The funds shall be allocated at
13 a rate not to exceed \$500 per full-time equivalent student enrolled in
14 those programs; and

15 (e) \$394,000 of the general fund--state appropriation for fiscal
16 year 2006 and \$850,000 of the general fund--state appropriation for
17 fiscal year 2007 are provided solely for incentive grants to encourage
18 school districts to increase enrollment in vocational skills centers.
19 Up to \$500 for each full-time equivalent student may be proportionally
20 distributed to a school district or school districts increasing skills
21 centers enrollment above the levels in the 2004-05 school year. The
22 office of the superintendent of public instruction shall develop
23 criteria for awarding incentive grants pursuant to this subsection.
24 The total amount allocated pursuant to this subsection shall be limited
25 to \$1,244,000 for the 2005-07 biennium. Funds provided in this
26 subsection shall first be expended to provide incentive grants to
27 school districts increasing skills center enrollment during the school
28 year. If funds are available after making these allocations, funds may
29 be distributed for: (i) Increasing enrollment including allowing up to
30 an additional .2 full time equivalent student enrollment at skills
31 centers; (ii) increasing enrollment and capacity of summer vocational
32 programs at the skills centers.

33 (f) (~~(\$4,943,000)~~) \$4,719,000 of the general fund--state
34 appropriation for fiscal year 2007 is provided solely for one-time
35 allocations for equipment replacement in vocational programs and skills
36 centers. The funding shall be allocated based on \$75 per full time
37 equivalent vocational student and \$125 per full time equivalent skills
38 center student.

1 (10) For purposes of RCW 84.52.0531, the increase per full-time
2 equivalent student is 5.2 percent from the 2004-05 school year to the
3 2005-06 school year and 5.2 percent from the 2005-06 school year to the
4 2006-07 school year.

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

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

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

19 **Sec. 1403.** 2006 c 372 s 504 (uncodified) is amended to read as
20 follows:

21 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL EMPLOYEE**
22 **COMPENSATION ADJUSTMENTS**

23	General Fund--State Appropriation (FY 2006)	\$74,336,000
24	General Fund--State Appropriation (FY 2007)	(\$241,576,000)
25		<u>\$239,233,000</u>
26	Education Legacy Trust Account--State Appropriation	\$470,000
27	Pension Funding Stabilization Account Appropriation	\$1,543,000
28	General Fund--Federal Appropriation	(\$1,043,000)
29		<u>\$1,034,000</u>
30	TOTAL APPROPRIATION	(\$318,968,000)
31		<u>\$316,616,000</u>

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

34 (1) ~~(\$190,375,000)~~ \$187,442,000 is provided for a cost of living
35 adjustment of 1.2 percent effective September 1, 2005, and another 3.3
36 percent effective September 1, 2006, for state formula staff units.
37 The appropriations include associated incremental fringe benefit

1 allocations at rates of 10.57 percent for the 2005-06 school year and
2 12.38 percent for the 2006-07 school year for certificated staff and
3 10.57 percent for the 2005-06 school year and 12.49 percent for the
4 2006-07 school year for classified staff.

5 (a) The appropriations in this section include the increased
6 portion of salaries and incremental fringe benefits for all relevant
7 state-funded school programs in part V of this act. Increases for
8 general apportionment (basic education) are based on the salary
9 allocation schedules and methodology in sections 502 and 503 of this
10 act. Increases for special education result from increases in each
11 district's basic education allocation per student. Increases for
12 educational service districts and institutional education programs are
13 determined by the superintendent of public instruction using the
14 methodology for general apportionment salaries and benefits in sections
15 502 and 503 of this act.

16 (b) The appropriations in this section provide cost of living and
17 incremental fringe benefit allocations based on formula adjustments as
18 follows:

	School Year	
	2005-06	2006-07
19 Pupil Transportation (per weighted pupil mile)	\$0.27	\$1.06
20 Highly Capable (per formula student)	\$2.96	\$11.40
21 Transitional Bilingual Education (per eligible bilingual student)	\$7.94	\$30.52
22 Learning Assistance (per formula student)	\$1.69	\$6.50

23 (c) The appropriations in this section include \$251,000 for fiscal
24 year 2006 and (~~(\$1,022,000)~~) \$1,015,000 for fiscal year 2007 for salary
25 increase adjustments for substitute teachers.

26 (2) (~~(\$129,905,000)~~) \$129,173,000 is provided for adjustments to
27 insurance benefit allocations. The maintenance rate for insurance
28 benefit allocations is \$582.47 per month for the 2005-06 and 2006-07
29 school years. The appropriations in this section provide for a rate
30 increase to \$629.07 per month for the 2005-06 school year and \$682.54
31 per month for the 2006-07 school year. The adjustments to health
32 insurance benefit allocations are at the following rates:
33
34

	School Year	
	2005-06	2006-07
Pupil Transportation (per weighted pupil mile)	\$0.42	\$0.91
Highly Capable (per formula student)	\$2.88	\$6.16
Transitional Bilingual Education (per eligible bilingual student)	\$7.54	\$16.20
Learning Assistance (per formula student)	\$1.49	\$3.21

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

Sec. 1404. 2006 c 372 s 505 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION	
General Fund--State Appropriation (FY 2006)	\$247,541,000
General Fund--State Appropriation (FY 2007)	((\$252,607,000))
	<u>\$251,831,000</u>
Pension Funding Stabilization Account Appropriation	\$755,000
TOTAL APPROPRIATION	((\$500,903,000))
	<u>\$500,127,000</u>

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

(1) Each general fund fiscal year appropriation includes such funds as are necessary to complete the school year ending in the fiscal year and for prior fiscal year adjustments.

(2) A maximum of \$796,000 of this fiscal year 2006 appropriation and a maximum of \$828,000 of the fiscal year 2007 appropriation may be expended for regional transportation coordinators and related activities. The transportation coordinators shall ensure that data submitted by school districts for state transportation funding shall, to the greatest extent practical, reflect the actual transportation activity of each district.

(3) \$5,000 of the fiscal year 2006 appropriation and \$5,000 of the fiscal year 2007 appropriation are provided solely for the transportation of students enrolled in "choice" programs. Transportation shall be limited to low-income students who are transferring to "choice" programs solely for educational reasons.

1 (4) Allocations for transportation of students shall be based on
2 reimbursement rates of \$42.52 per weighted mile in the 2005-06 school
3 year and (~~(\$42.30)~~) \$43.57 per weighted mile in the 2006-07 school year
4 exclusive of salary and benefit adjustments provided in section 504 of
5 this act. Included in the 2005-06 school year rate is (~~(a one-time)~~)
6 an increase of \$1.12 and included in the 2006-07 school year rate is an
7 increase of \$1.27 to offset extraordinary increases in the price of
8 diesel fuel. Allocations for transportation of students transported
9 more than one radius mile shall be based on weighted miles as
10 determined by superintendent of public instruction multiplied by the
11 per mile reimbursement rates for the school year pursuant to the
12 formulas adopted by the superintendent of public instruction.
13 Allocations for transportation of students living within one radius
14 mile shall be based on the number of enrolled students in grades
15 kindergarten through five living within one radius mile of their
16 assigned school multiplied by the per mile reimbursement rate for the
17 school year multiplied by 1.29.

18 (5) For busses purchased between July 1, 2005, and June 30, 2007,
19 the office of superintendent of public instruction shall provide
20 reimbursement funding to a school district only after the
21 superintendent of public instruction determines that the school bus was
22 purchased from the list established pursuant to RCW 28A.160.195(2) or
23 a comparable competitive bid process based on the lowest price quote
24 based on similar bus categories to those used to establish the list
25 pursuant to RCW 28A.160.195. The competitive specifications shall meet
26 federal motor vehicle safety standards, minimum state specifications as
27 established by rule by the superintendent, and supported options as
28 determined by the superintendent in consultation with the regional
29 transportation coordinators of the educational service districts.

30 (6) Beginning with the 2005-06 school year, the superintendent of
31 public instruction shall base depreciation payments for school district
32 buses on the five-year average of lowest bids in the appropriate
33 category of bus. In the final year on the depreciation schedule, the
34 depreciation payment shall be based on the current state price. The
35 superintendent may include a weighting or other adjustment factor in
36 the averaging formula to ease the transition from the current-price
37 depreciation system to the average depreciation system. Prior to
38 making any depreciation payment in the 2005-06 school year, the

1 superintendent shall notify the office of financial management and the
2 fiscal committees of the legislature of the specific depreciation
3 formula to be used. The replacement cost shall be based on the lowest
4 bid in the appropriate bus category for that school year. A maximum of
5 \$50,000 of the fiscal year 2006 appropriation may be expended for
6 software programming costs associated with the implementation of this
7 subsection.

8 **Sec. 1405.** 2006 c 372 s 506 (uncodified) is amended to read as
9 follows:

10 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL FOOD SERVICE**
11 **PROGRAMS**

12	General Fund--State Appropriation (FY 2006)	\$3,147,000
13	General Fund--State Appropriation (FY 2007)	\$3,159,000
14	General Fund--Federal Appropriation	(\$270,423,000)
15		<u>\$313,038,000</u>
16	TOTAL APPROPRIATION	(\$276,729,000)
17		<u>\$319,344,000</u>

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

20 (1) \$3,000,000 of the general fund--state appropriation for fiscal
21 year 2006 and \$3,000,000 of the general fund--state appropriation for
22 fiscal year 2007 are provided for state matching money for federal
23 child nutrition programs.

24 (2) \$100,000 of the general fund--state appropriation for fiscal
25 year 2006 and \$100,000 of the 2007 fiscal year appropriation are
26 provided for summer food programs for children in low-income areas.

27 (3) \$47,000 of the general fund--state appropriation for fiscal
28 year 2006 and \$59,000 of the general fund--state appropriation for
29 fiscal year 2007 are provided solely to reimburse school districts for
30 school breakfasts served to students enrolled in the free or reduced
31 price meal program pursuant to House Bill No. 1771 (requiring school
32 breakfast programs in certain schools). If House Bill No. 1771 is not
33 enacted by June 30, 2005, the amounts provided in this subsection shall
34 lapse.

35 **Sec. 1406.** 2006 c 372 s 507 (uncodified) is amended to read as
36 follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION**
2 **PROGRAMS**

3	General Fund--State Appropriation (FY 2006)	\$464,812,000
4	General Fund--State Appropriation (FY 2007)	(\$478,191,000)
5		<u>\$470,395,000</u>
6	General Fund--Federal Appropriation	(\$435,664,000)
7		<u>\$436,409,000</u>
8	Pension Funding Stabilization Account Appropriation	\$3,234,000
9	TOTAL APPROPRIATION	(\$1,381,901,000)
10		<u>\$1,374,850,000</u>

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

13 (1) Funding for special education programs is provided on an excess
14 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure
15 that special education students as a class receive their full share of
16 the general apportionment allocation accruing through sections 502 and
17 504 of this act. To the extent a school district cannot provide an
18 appropriate education for special education students under chapter
19 28A.155 RCW through the general apportionment allocation, it shall
20 provide services through the special education excess cost allocation
21 funded in this section.

22 (2)(a) The superintendent of public instruction shall use the
23 excess cost methodology developed and implemented for the 2001-02
24 school year using the S-275 personnel reporting system and all related
25 accounting requirements to ensure that:

- 26 (i) Special education students are basic education students first;
- 27 (ii) As a class, special education students are entitled to the
28 full basic education allocation; and
- 29 (iii) Special education students are basic education students for
30 the entire school day.

31 (b) The S-275 and accounting changes in effect since the 2001-02
32 school year shall supercede any prior excess cost methodologies and
33 shall be required of all school districts.

34 (3) Each fiscal year appropriation includes such funds as are
35 necessary to complete the school year ending in the fiscal year and for
36 prior fiscal year adjustments.

37 (4) The superintendent of public instruction shall distribute state
38 and federal funds to school districts based on two categories: The

1 optional birth through age two program for special education eligible
2 developmentally delayed infants and toddlers, and the mandatory special
3 education program for special education eligible students ages three to
4 twenty-one. A "special education eligible student" means a student
5 receiving specially designed instruction in accordance with a properly
6 formulated individualized education program.

7 (5)(a) For the 2005-06 and 2006-07 school years, the superintendent
8 shall make allocations to each district based on the sum of:

9 (i) A district's annual average headcount enrollment of
10 developmentally delayed infants and toddlers ages birth through two,
11 multiplied by the district's average basic education allocation per
12 full-time equivalent student, multiplied by 1.15; and

13 (ii) A district's annual average full-time equivalent basic
14 education enrollment multiplied by the funded enrollment percent
15 determined pursuant to subsection (6)(b) of this section, multiplied by
16 the district's average basic education allocation per full-time
17 equivalent student multiplied by 0.9309.

18 (b) For purposes of this subsection, "average basic education
19 allocation per full-time equivalent student" for a district shall be
20 based on the staffing ratios required by RCW 28A.150.260 and shall not
21 include enhancements, secondary vocational education, or small schools.

22 (6) The definitions in this subsection apply throughout this
23 section.

24 (a) "Annual average full-time equivalent basic education
25 enrollment" means the resident enrollment including students enrolled
26 through choice (RCW 28A.225.225) and students from nonhigh districts
27 (RCW 28A.225.210) and excluding students residing in another district
28 enrolled as part of an interdistrict cooperative program (RCW
29 28A.225.250).

30 (b) "Enrollment percent" means the district's resident special
31 education annual average enrollment, excluding the birth through age
32 two enrollment, as a percent of the district's annual average full-time
33 equivalent basic education enrollment.

34 Each district's general fund--state funded special education
35 enrollment shall be the lesser of the district's actual enrollment
36 percent or 12.7 percent.

37 (7) At the request of any interdistrict cooperative of at least 15
38 districts in which all excess cost services for special education

1 students of the districts are provided by the cooperative, the maximum
2 enrollment percent shall be calculated in accordance with subsection
3 (6)(b) of this section, and shall be calculated in the aggregate rather
4 than individual district units. For purposes of this subsection, the
5 average basic education allocation per full-time equivalent student
6 shall be calculated in the aggregate rather than individual district
7 units.

8 (8) To the extent necessary, \$18,940,000 of the general fund--state
9 appropriation and \$28,698,000 of the general fund--federal
10 appropriation are provided for safety net awards for districts with
11 demonstrated needs for special education funding beyond the amounts
12 provided in subsection (5) of this section. If safety net awards
13 exceed the amount appropriated in this subsection (8), the
14 superintendent shall expend all available federal discretionary funds
15 necessary to meet this need. Safety net funds shall be awarded by the
16 state safety net oversight committee subject to the following
17 conditions and limitations:

18 (a) The committee shall consider unmet needs for districts that can
19 convincingly demonstrate that all legitimate expenditures for special
20 education exceed all available revenues from state funding formulas.
21 In the determination of need, the committee shall also consider
22 additional available revenues from federal sources. Differences in
23 program costs attributable to district philosophy, service delivery
24 choice, or accounting practices are not a legitimate basis for safety
25 net awards.

26 (b) The committee shall then consider the extraordinary high cost
27 needs of one or more individual special education students.
28 Differences in costs attributable to district philosophy, service
29 delivery choice, or accounting practices are not a legitimate basis for
30 safety net awards.

31 (c) The maximum allowable indirect cost for calculating safety net
32 eligibility may not exceed the federal restricted indirect cost rate
33 for the district plus one percent.

34 (d) Safety net awards shall be adjusted based on the percent of
35 potential medicaid eligible students billed as calculated by the
36 superintendent in accordance with chapter 318, Laws of 1999.

37 (e) Safety net awards must be adjusted for any audit findings or
38 exceptions related to special education funding.

1 (9) The superintendent of public instruction may adopt such rules
2 and procedures as are necessary to administer the special education
3 funding and safety net award process. Prior to revising any standards,
4 procedures, or rules, the superintendent shall consult with the office
5 of financial management and the fiscal committees of the legislature.

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

8 (a) One staff from the office of superintendent of public
9 instruction;

10 (b) Staff of the office of the state auditor who shall be nonvoting
11 members of the committee; and

12 (c) One or more representatives from school districts or
13 educational service districts knowledgeable of special education
14 programs and funding.

15 (11) A maximum of \$678,000 may be expended from the general fund--
16 state appropriations to fund 5.43 full-time equivalent teachers and 2.1
17 full-time equivalent aides at children's orthopedic hospital and
18 medical center. This amount is in lieu of money provided through the
19 home and hospital allocation and the special education program.

20 (12) A maximum of \$1,000,000 of the general fund--federal
21 appropriation is provided for projects to provide special education
22 students with appropriate job and independent living skills, including
23 work experience where possible, to facilitate their successful
24 transition out of the public school system. The funds provided by this
25 subsection shall be from federal discretionary grants.

26 (13) A maximum of \$100,000 of the general fund--federal
27 appropriation shall be expended to create a special education ombudsman
28 program within the office of superintendent of public instruction. The
29 purpose of the program is to provide support to parents, guardians,
30 educators, and students with disabilities. The program will provide
31 information to help families and educators understand state laws,
32 rules, and regulations, and access training and support, technical
33 information services, and mediation services. The ombudsman program
34 will provide data, information, and appropriate recommendations to the
35 office of superintendent of public instruction, school districts,
36 educational service districts, state need projects, and the parent and
37 teacher information center.

1 (14) The superintendent shall maintain the percentage of federal
2 flow-through to school districts at 85 percent. In addition to other
3 purposes, school districts may use increased federal funds for high-
4 cost students, for purchasing regional special education services from
5 educational service districts, and for staff development activities
6 particularly relating to inclusion issues.

7 (15) A maximum of \$1,200,000 of the general fund--federal
8 appropriation may be expended by the superintendent for projects
9 related to use of inclusion strategies by school districts for
10 provision of special education services.

11 (16) \$1,400,000 of the general fund--federal appropriation shall be
12 expended for one-time grants to school districts for the start-up costs
13 of implementing web-based programs that assist schools in meeting state
14 and federal requirements regarding individualized education plans.

15 (17) The superintendent, consistent with the new federal IDEA
16 reauthorization, shall continue to educate school districts on how to
17 implement a birth-to-three program and review the cost effectiveness
18 and learning benefits of early intervention.

19 (18) A school district may carry over from one year to the next
20 year up to 10 percent of the general fund--state funds allocated under
21 this program; however, carryover funds shall be expended in the special
22 education program.

23 **Sec. 1407.** 2006 c 372 s 509 (uncodified) is amended to read as
24 follows:

25 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**
26 **ASSISTANCE**

27	General Fund--State Appropriation (FY 2006)	\$173,153,000
28	General Fund--State Appropriation (FY 2007)	(\$190,957,000)
29		<u>\$188,092,000</u>
30	TOTAL APPROPRIATION	(\$364,110,000)
31		<u>\$361,245,000</u>

32 **Sec. 1408.** 2006 c 372 s 510 (uncodified) is amended to read as
33 follows:

34 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**
35 **EDUCATION PROGRAMS**

36	General Fund--State Appropriation (FY 2006)	\$18,078,000
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1	General Fund--State Appropriation (FY 2007)	((\$18,237,000))
2		<u>\$17,551,000</u>
3	Pension Funding Stabilization Account Appropriation	\$117,000
4	TOTAL APPROPRIATION	((\$36,432,000))
5		<u>\$35,746,000</u>

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

8 (1) Each general fund--state fiscal year appropriation includes
9 such funds as are necessary to complete the school year ending in the
10 fiscal year and for prior fiscal year adjustments.

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

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

20 (4) The funded staffing ratios for education programs for juveniles
21 age 18 or less in department of corrections facilities shall be the
22 same as those provided in the 1997-99 biennium.

23 (5) \$236,000 of the general fund--state appropriation for fiscal
24 year 2006 and ((~~\$236,000~~)) \$196,000 of the general fund--state
25 appropriation for fiscal year 2007 are provided solely to maintain at
26 least one certificated instructional staff and related support services
27 at an institution whenever the K-12 enrollment is not sufficient to
28 support one full-time equivalent certificated instructional staff to
29 furnish the educational program. The following types of institutions
30 are included: Residential programs under the department of social and
31 health services for developmentally disabled juveniles, programs for
32 juveniles under the department of corrections, and programs for
33 juveniles under the juvenile rehabilitation administration.

34 (6) Ten percent of the funds allocated for each institution may be
35 carried over from one year to the next.

36 **Sec. 1409.** 2006 c 372 s 511 (uncodified) is amended to read as
37 follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PROGRAMS FOR HIGHLY**
2 **CAPABLE STUDENTS**

3	General Fund--State Appropriation (FY 2006)	\$6,900,000
4	General Fund--State Appropriation (FY 2007)	(\$6,974,000)
5		<u>\$6,918,000</u>
6	Pension Funding Stabilization Account Appropriation	\$44,000
7	TOTAL APPROPRIATION	(\$13,918,000)
8		<u>\$13,862,000</u>

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

11 (1) Each general fund fiscal year appropriation includes such funds
12 as are necessary to complete the school year ending in the fiscal year
13 and for prior fiscal year adjustments.

14 (2) Allocations for school district programs for highly capable
15 students shall be distributed at a maximum rate of \$347.93 per funded
16 student for the 2005-06 school year and \$351.98 per funded student for
17 the 2006-07 school year, exclusive of salary and benefit adjustments
18 pursuant to section 504 of this act. The number of funded students
19 shall be a maximum of two percent of each district's full-time
20 equivalent basic education enrollment.

21 (3) \$170,000 of the fiscal year 2006 appropriation and \$170,000 of
22 the fiscal year 2007 appropriation are provided for the centrum program
23 at Fort Worden state park.

24 (4) \$90,000 of the fiscal year 2006 appropriation and \$90,000 of
25 the fiscal year 2007 appropriation are provided for the Washington
26 destination imagination network and future problem-solving programs.

27 **Sec. 1410.** 2006 c 372 s 512 (uncodified) is amended to read as
28 follows:

29 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--EDUCATION REFORM**
30 **PROGRAMS**

31	General Fund--State Appropriation (FY 2006)	\$45,382,000
32	General Fund--State Appropriation (FY 2007)	(\$51,297,000)
33		<u>\$51,536,000</u>
34	General Fund--Federal Appropriation	\$147,799,000
35	TOTAL APPROPRIATION	(\$244,478,000)
36		<u>\$244,717,000</u>

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

3 (1) ASSESSMENT

4 (a) \$21,946,000 of the general fund--state appropriation for fiscal
5 year 2006, \$21,491,000 of the general fund--state appropriation for
6 fiscal year 2007, and \$18,560,000 of the general fund--federal
7 appropriation are provided solely for development and implementation of
8 the Washington assessments of student learning (WASL), including
9 development and implementation of retake assessments for high school
10 students who are not successful in one or more content areas of the
11 WASL and development of alternative assessments or appeals procedures
12 to implement the certificate of academic achievement. The
13 superintendent of public instruction shall report quarterly on the
14 progress on development of alternative assessments or appeals
15 procedures. Within these amounts, the superintendent of public
16 instruction shall contract for the early return of 10th grade student
17 WASL results, on or around June 10th of each year. \$100,000 of the
18 general fund--state appropriation for fiscal year 2007 is provided
19 solely to: (i) Investigate the use of existing mathematics assessments
20 in languages other than English as possible means of measuring tenth
21 grade essential academic learnings and standards, including examining
22 the content and rigor of the assessments as well as their reliability
23 and validity; (ii) estimate the cost of translating the tenth grade
24 mathematics WASL into other languages and scoring these assessments
25 should they be implemented; and (iii) develop recommendations for (i)
26 and (ii) of this subsection (a). Funds provided in this section are
27 sufficient to implement section 5 of Engrossed Substitute Senate Bill
28 No. 6475 (alternative assessment options).

29 (b) \$1,327,000 of the general fund--state appropriation for fiscal
30 year 2007 is provided solely for implementation of Engrossed Substitute
31 House Bill No. 3127 (education), including section 2 of that act. If
32 the bill is not enacted by June 30, 2006, the amount provided in this
33 subsection shall lapse.

34 (c) \$250,000 of the general fund--state appropriation for fiscal
35 year 2007 is provided solely for implementation of section 4 of
36 Engrossed Substitute Senate Bill No. 6255 (student-centered planning)
37 regarding reimbursement of diagnostic assessments.

38 (2) MATH REMEDIATION

1 The purpose of this subsection (2) is to strengthen high school
2 student performance in meeting the state standards in mathematics.

3 (a) Included in the general fund--state amounts provided in
4 subsection (1) of this section is \$2,350,000 which is provided solely
5 for the development of a new tenth grade mathematics assessment tool
6 that: (i) Presents the mathematics essential learnings in segments for
7 assessment; (ii) is comparable in content and rigor to the tenth grade
8 mathematics WASL when all segments are considered together; (iii) is
9 reliable and valid; and (iv) can be used to determine a student's
10 academic performance level.

11 (b) \$110,000 of the general fund--state appropriation for fiscal
12 year 2007 is provided solely for the development of WASL knowledge and
13 skill learning modules to assist students performing at tenth grade
14 Level 1 in mathematics.

15 (c) \$330,000 of the general fund--state appropriation for fiscal
16 year 2007 is provided solely for development of mathematics knowledge
17 and skill learning modules to teach middle and high school students
18 specific skills that have been identified as areas of difficulty for
19 tenth grade students. The office of the superintendent of public
20 instruction shall develop materials for classroom use and for tutorial
21 learning activities.

22 (d) \$600,000 of the general fund--state appropriation for fiscal
23 year 2007 is provided solely for development of web-based applications
24 of the curriculum and materials produced under (b) and (c) of this
25 subsection as well as mathematics knowledge and skill modules and
26 materials previously developed by the office of the superintendent of
27 public instruction. The products are to be designed as on-line courses
28 for students needing Level 1 instruction; learning modules accessible
29 to classroom teachers for incorporation into classroom instruction;
30 tutorials that can be used as WASL assessment skill refreshers and as
31 tutor-guided and parent-guided learning modules; and on-line practice
32 WASLs with supporting item scoring information and student response
33 examples.

34 (3) PROFESSIONAL DEVELOPMENT

35 (a) \$548,000 of the fiscal year 2006 general fund--state
36 appropriation and \$548,000 of the fiscal year 2007 general fund--state
37 appropriation are provided solely for training of paraprofessional

1 classroom assistants and certificated staff who work with classroom
2 assistants as provided in RCW 28A.415.310.

3 (b) \$2,348,000 of the general fund--state appropriation for fiscal
4 year 2006 and \$2,348,000 of the general fund--state appropriation for
5 fiscal year 2007 are provided solely for mentor teacher assistance,
6 including state support activities, under RCW 28A.415.250 and
7 28A.415.260, and for a mentor academy. Up to \$200,000 of the amount in
8 this subsection may be used each fiscal year to operate a mentor
9 academy to help districts provide effective training for peer mentors.
10 Funds for the teacher assistance program shall be allocated to school
11 districts based on the number of first year beginning teachers.

12 (c) \$705,000 of the general fund--state appropriation for fiscal
13 year 2006 and \$705,000 of the general fund--state appropriation for
14 fiscal year 2007 are provided solely for the leadership internship
15 program for superintendents, principals, and program administrators.

16 (d) \$3,180,000 of the general fund--state appropriation for fiscal
17 year 2006 and (~~(\$4,358,000))~~ \$4,597,000 of the general fund--state
18 appropriation for fiscal year 2007 are provided solely for salary
19 bonuses, and mandatory fringe benefits, for teachers who attain
20 certification by the national board for professional teaching
21 standards, subject to the following conditions and limitations:

22 (i) Teachers who hold a valid certificate from the national board
23 during the 2005-06 or 2006-07 school years shall receive an annual
24 bonus not to exceed \$3,500 in each of these school years in which they
25 hold a national board certificate.

26 (ii) The annual bonus shall be paid in a lump sum amount and shall
27 not be included in the definition of "earnable compensation" under RCW
28 41.32.010(10).

29 (e) \$98,761,000 of the general fund--federal appropriation is
30 provided for preparing, training, and recruiting high quality teachers
31 and principals under Title II of the no child left behind act.

32 (4) SCHOOL IMPROVEMENT

33 (a) \$338,000 of the general fund--state appropriation for fiscal
34 year 2006 and \$488,000 of the general fund--state appropriation for
35 fiscal year 2007 are provided solely for a principal support program.
36 The office of the superintendent of public instruction may contract
37 with an independent organization to administer the program. The
38 program shall include: (i) Development of an individualized

1 professional growth plan for a new principal or principal candidate;
2 and (ii) participation of a mentor principal who works over a period of
3 between one and three years with the new principal or principal
4 candidate to help him or her build the skills identified as critical to
5 the success of the professional growth plan. Within the amounts
6 provided, \$25,000 per year shall be used to support additional
7 participation of secondary principals.

8 (b) \$3,046,000 of the general fund--state appropriation for fiscal
9 year 2006 and \$3,046,000 of the general fund--state appropriation for
10 fiscal year 2007 are provided solely to the office of the
11 superintendent of public instruction for focused assistance. The
12 office of the superintendent of public instruction shall conduct
13 educational audits of low-performing schools and enter into performance
14 agreements between school districts and the office to implement the
15 recommendations of the audit and the community. Each educational audit
16 shall include recommendations for best practices and ways to address
17 identified needs and shall be presented to the community in a public
18 meeting to seek input on ways to implement the audit and its
19 recommendations.

20 (c) \$1,000,000 of the general fund--state appropriation for fiscal
21 year 2006 and \$1,000,000 of the general fund--state appropriation for
22 fiscal year 2007 are provided solely for a high school and school
23 district improvement program modeled after the office of the
24 superintendent of public instruction's existing focused assistance
25 program in (b) of this subsection. The state funding for this
26 improvement program will match an equal amount committed by a nonprofit
27 foundation in furtherance of a jointly funded program.

28 (d) A maximum of \$250,000 of the general fund--state appropriation
29 for fiscal year 2006 and a maximum of \$250,000 of the general fund--
30 state appropriation for fiscal year 2007 are provided for summer
31 accountability institutes offered by the superintendent of public
32 instruction. The institutes shall provide school district staff with
33 training in the analysis of student assessment data, information
34 regarding successful district and school teaching models, research on
35 curriculum and instruction, and planning tools for districts to improve
36 instruction in reading, mathematics, language arts, social studies,
37 including civics, and guidance and counseling. The superintendent of

1 public instruction shall emphasize issues of high school reform and
2 mathematics instruction when offering summer institute programs
3 supported by funds provided in this subsection.

4 (e) \$515,000 of the general fund--state appropriation for fiscal
5 year 2006 and \$515,000 of the general fund--state appropriation for
6 fiscal year 2007 are provided for the evaluation of reading and
7 mathematics textbooks, other instructional materials, and diagnostic
8 tools to determine the extent to which they are aligned with the state
9 standards. A scorecard of the analysis shall be made available to
10 school districts. The superintendent shall also develop and
11 disseminate information on essential components of comprehensive,
12 school-based math and reading programs and shall develop and
13 disseminate grade level expectations for reading and math which shall
14 include professional development modules and web-based materials.

15 (f) \$1,764,000 of the general fund--state appropriation for fiscal
16 year 2006 and \$1,764,000 of the general fund--state appropriation for
17 fiscal year 2007 are provided solely for the mathematics helping corps
18 subject to the following conditions and limitations:

19 (i) In order to increase the availability and quality of technical
20 mathematics assistance statewide, the superintendent of public
21 instruction shall employ mathematics school improvement specialists to
22 provide assistance to schools and districts. The specialists shall be
23 hired by and work under the direction of a statewide school improvement
24 coordinator. The mathematics improvement specialists shall not be
25 permanent employees of the superintendent of public instruction.

26 (ii) The school improvement specialists shall provide the
27 following:

28 (A) Assistance to schools to disaggregate student performance data
29 and develop improvement plans based on those data;

30 (B) Consultation with schools and districts concerning their
31 performance on the Washington assessment of student learning and other
32 assessments emphasizing the performance on the mathematics assessments;

33 (C) Consultation concerning curricula that aligns with the
34 essential academic learning requirements emphasizing the academic
35 learning requirements for mathematics, the Washington assessment of
36 student learning, and meets the needs of diverse learners;

37 (D) Assistance in the identification and implementation of
38 research-based instructional practices in mathematics;

1 (E) Staff training that emphasizes effective instructional
2 strategies and classroom-based assessment for mathematics;

3 (F) Assistance in developing and implementing family and community
4 involvement programs emphasizing mathematics; and

5 (G) Other assistance to schools and school districts intended to
6 improve student mathematics learning.

7 (g) \$125,000 of the general fund--state appropriation for fiscal
8 year 2006 and \$125,000 of the general fund--state appropriation for
9 fiscal year 2007 are provided solely for the improvement of reading
10 achievement and implementation of research-based reading models. The
11 superintendent shall evaluate reading curriculum programs and other
12 instructional materials to determine the extent to which they are
13 aligned with state standards. A report of the analyses shall be made
14 available to school districts. The superintendent shall report to
15 districts the assessments that are available to screen and diagnose
16 reading difficulties, and shall provide training on how to implement a
17 reading assessment system. Resources may also be used to disseminate
18 grade level expectations and develop professional development modules
19 and web-based materials.

20 (h) \$30,401,000 of the general fund--federal appropriation is
21 provided for the reading first program under Title I of the no child
22 left behind act.

23 (i) \$500,000 of the general fund--state appropriation for fiscal
24 year 2007 is provided for the office of the superintendent of public
25 instruction to award five grants to parent, community, and school
26 district partnership programs that will meet the unique needs of
27 different groups of students in closing the achievement gap. The
28 legislature intends that the pilot programs will help students meet
29 state learning standards, achieve the skills and knowledge necessary
30 for college or the workplace, reduce the achievement gap, prevent
31 dropouts, and improve graduation rates. The office of the
32 superintendent of public instruction shall develop and publish the
33 criteria for awarding grants by July 2006.

34 (i) The pilot programs shall be designed in such a way as to be
35 supplemental to educational services provided in the district and shall
36 utilize a community partnership based approach to helping students and
37 their parents.

1 (ii) The grant recipients shall work in collaboration with the
2 office of the superintendent of public instruction to develop
3 measurable goals and evaluation methodologies for the pilot programs.
4 \$25,000 of this appropriation may be used by the office of the
5 superintendent of public instruction to hold a statewide meeting to
6 disseminate successful strategies developed by the grantees.

7 (iii) The office of the superintendent of public instruction shall
8 issue a report to the legislature in the 2007 session on the progress
9 of each of the pilot programs.

10 (5) STUDENT SUPPORTS

11 (a) \$2,500,000 of the general fund--state appropriation for fiscal
12 year 2006 and \$4,500,000 of the general fund--state appropriation for
13 fiscal year 2007 are provided solely for: (i) The meals for kids
14 program under RCW 28A.235.145 through 28A.235.155; (ii) to eliminate
15 the co-pay for students eligible for reduced price lunch eating
16 breakfast; and (iii) for additional assistance for school districts
17 initiating a summer food service program.

18 (b) \$125,000 of the general fund--state appropriation for fiscal
19 year 2006 is provided solely for an early reading grant program for
20 community-based initiatives that develop prereading and early reading
21 skills through parental and community involvement, public awareness,
22 coordination of resources, and partnerships with local school
23 districts. Grant awards shall include funding for one-time start up
24 costs for local affiliates and a one-time partial payment of school
25 district dues to local affiliates of up to 30 percent of the per
26 student dues amount. Grant applications shall include:

27 (i) Strategies for parental involvement emphasizing ages birth to
28 five and outreach to diverse communities;

29 (ii) Evidence of collaboration with, and support from, local school
30 districts, and how the activities funded in the grant are complementary
31 to the reading improvement efforts of local school districts;

32 (iii) A plan for community participation and coordination of
33 resources including in-kind and financial support by public and private
34 sector partners;

35 (iv) Measurable goals and evaluation methodology to determine
36 impact;

37 (v) Integration of reading strategies from the Washington state
38 early learning and development benchmarks;

1 (vi) A plan for marketing and public relations;

2 (vii) Strategies for sustaining the program when grant funding is
3 no longer available; and

4 (viii) Evidence of district commitment to reading improvement,
5 aligned curriculum, progress monitoring, and time-on-task.

6 (c) \$850,000 of the general fund--state appropriation for fiscal
7 year 2006 and \$850,000 of the general fund--state appropriation for
8 fiscal year 2007 are provided solely for the Washington reading corps.
9 The superintendent shall allocate reading corps members to low-
10 performing schools and school districts that are implementing
11 comprehensive, proven, research-based reading programs. Two or more
12 schools may combine their Washington reading corps programs. Grants
13 provided under this section may be used by school districts for
14 expenditures from September 2005 through August 31, 2007.

15 (d) \$3,594,000 of the general fund--state appropriation for fiscal
16 year 2006 and \$3,594,000 of the general fund--state appropriation for
17 fiscal year 2007 are provided solely for grants to school districts to
18 provide a continuum of care for children and families to help children
19 become ready to learn. Grant proposals from school districts shall
20 contain local plans designed collaboratively with community service
21 providers. If a continuum of care program exists in the area in which
22 the school district is located, the local plan shall provide for
23 coordination with existing programs to the greatest extent possible.
24 Grant funds shall be allocated pursuant to RCW 70.190.040.

25 (6) TECHNOLOGY

26 (a) \$1,959,000 of the general fund--state appropriation for fiscal
27 year 2006 and \$1,959,000 of the general fund--state appropriation for
28 fiscal year 2007 are provided solely for improving technology
29 infrastructure, monitoring and reporting on school district technology
30 development, promoting standards for school district technology,
31 promoting statewide coordination and planning for technology
32 development, and providing regional educational technology support
33 centers, including state support activities, under chapter 28A.650 RCW.
34 The superintendent of public instruction shall coordinate a process to
35 facilitate the evaluation and provision of online curriculum courses to
36 school districts which includes the following: Creation of a general
37 listing of the types of available online curriculum courses; a survey
38 conducted by each regional educational technology support center of

1 school districts in its region regarding the types of online curriculum
2 courses desired by school districts; a process to evaluate and
3 recommend to school districts the best online courses in terms of
4 curriculum, student performance, and cost; and assistance to school
5 districts in procuring and providing the courses to students.

6 (b) \$126,000 of the general fund--state appropriation for fiscal
7 year 2006 and \$126,000 of the general fund--state appropriation for
8 fiscal year 2007 are provided for the development and posting of web-
9 based instructional tools, assessment data, and other information that
10 assists schools and teachers implementing higher academic standards.

11 **Sec. 1411.** 2006 c 372 s 513 (uncodified) is amended to read as
12 follows:

13 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL**
14 **BILINGUAL PROGRAMS**

15	General Fund--State Appropriation (FY 2006)	\$58,205,000
16	General Fund--State Appropriation (FY 2007)	(\$61,608,000)
17		<u>\$58,181,000</u>
18	General Fund--Federal Appropriation	\$51,741,000
19	Pension Funding Stabilization Account Appropriation	\$504,000
20	TOTAL APPROPRIATION	(\$172,058,000)
21		<u>\$168,631,000</u>

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

24 (1) Each general fund fiscal year appropriation includes such funds
25 as are necessary to complete the school year ending in the fiscal year
26 and for prior fiscal year adjustments.

27 (2) The superintendent shall distribute a maximum of \$759.58 per
28 eligible bilingual student in the 2005-06 school year and \$770.40 in
29 the 2006-07 school year, exclusive of salary and benefit adjustments
30 provided in section 504 of this act.

31 (3) The superintendent may withhold up to 1.5 percent of the school
32 year allocations to school districts in subsection (2) of this section,
33 and adjust the per eligible pupil rates in subsection (2) of this
34 section accordingly, solely for the central provision of assessments as
35 provided in RCW 28A.180.090 (1) and (2).

36 (4) \$70,000 of the amounts appropriated in this section are

1 provided solely to develop a system for the tracking of current and
2 former transitional bilingual program students.

3 (5) The general fund--federal appropriation in this section is
4 provided for migrant education under Title I Part C and English
5 language acquisition, and language enhancement grants under Title III
6 of the elementary and secondary education act.

7 **Sec. 1412.** 2006 c 372 s 514 (uncodified) is amended to read as
8 follows:

9 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**
10 **ASSISTANCE PROGRAM**

11	General Fund--State Appropriation (FY 2006)	\$65,018,000
12	General Fund--State Appropriation (FY 2007)	(\$64,626,000)
13		<u>\$64,353,000</u>
14	Education Legacy Trust Account--State Appropriation . . .	\$24,605,000
15	Pension Funding Stabilization Account Appropriation	\$553,000
16	General Fund--Federal Appropriation	\$348,351,000
17	TOTAL APPROPRIATION	(\$503,153,000)
18		<u>\$502,880,000</u>

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

21 (1) The general fund--state appropriations in this section are
22 subject to the following conditions and limitations:

23 (a) The appropriations include such funds as are necessary to
24 complete the school year ending in the fiscal year and for prior fiscal
25 year adjustments.

26 (b) Funding for school district learning assistance programs shall
27 be allocated at maximum rates of \$184.69 per funded student for the
28 2005-06 school year and \$187.97 per funded student for the 2006-07
29 school year exclusive of salary and benefit adjustments provided under
30 section 504 of this act.

31 (c) A school district's funded students for the learning assistance
32 program shall be the sum of the following as appropriate:

33 (i) The district's full-time equivalent enrollment in grades K-12
34 for the prior school year multiplied by the district's percentage of
35 October headcount enrollment in grades K-12 eligible for free or
36 reduced price lunch in the prior school year; and

1 (ii) If, in the prior school year, the district's percentage of
2 October headcount enrollment in grades K-12 eligible for free or
3 reduced price lunch exceeded forty percent, subtract forty percent from
4 the district's percentage and multiply the result by the district's K-
5 12 annual average full-time equivalent enrollment for the prior school
6 year.

7 (d) In addition to amounts allocated in (b) and (c) of this
8 subsection, an additional amount shall be allocated to a school
9 district for each school year in which the district's allocation is
10 less than the amount the district received for the general fund--state
11 learning assistance program allocation in the 2004-05 school year. The
12 amount of the allocation in this section shall be sufficient to
13 maintain the 2004-05 school year allocation.

14 (2) Increases in a school district's allocation above the 2004-05
15 school year level shall be directed to grades nine through ten for the
16 2006-07 school year.

17 (3) The general fund--federal appropriation in this section is
18 provided for Title I Part A allocations of the no child left behind act
19 of 2001.

20 (4) Small school districts are encouraged to make the most
21 efficient use of the funding provided by using regional educational
22 service district cooperatives to hire staff, provide professional
23 development activities, and implement reading and mathematics programs
24 consistent with research-based guidelines provided by the office of the
25 superintendent of public instruction.

26 (5) A school district may carry over from one year to the next up
27 to 10 percent of the general fund--state or education legacy trust
28 funds allocated under this program; however, carryover funds shall be
29 expended for the learning assistance program.

30 (6) School districts are encouraged to coordinate the use of these
31 funds with other federal, state, and local sources to serve students
32 who are below grade level and to make efficient use of resources in
33 meeting the needs of students with the greatest academic deficits.

34 **Sec. 1413.** 2006 c 372 s 515 (uncodified) is amended to read as
35 follows:

36 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--PROMOTING ACADEMIC**

1 **SUCCESS**

2	General Fund--State Appropriation (FY 2006)	\$3,842,000
3	General Fund--State Appropriation (FY 2007)	(\$23,879,000)
4		<u>\$19,067,000</u>
5	Pension Funding Stabilization Account Appropriation	\$189,000
6	TOTAL APPROPRIATION	(\$27,910,000)
7		<u>\$23,098,000</u>

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

10 (1) The amounts appropriated in this section are provided solely
11 for remediation for students who have not met standard in one or more
12 content areas of the WASL in the spring of their tenth grade year and
13 on each retake thereafter. The funds may be used for extended learning
14 activities, including summer school, before and after school, Saturday
15 classes, skill seminars, assessment preparation, and in-school or out-
16 of-school tutoring. Extended learning activities may occur on the
17 school campus, via the internet, or at other locations and times that
18 meet student needs. Funds allocated under this section shall not be
19 considered basic education funding. Amounts allocated under this
20 section shall fund new extended learning opportunities, and shall not
21 supplant funding for existing programs and services.

22 (2) School district allocations for promoting academic success
23 programs shall be calculated as follows:

24 (a) A portion of the district's student units shall be the number
25 of content area assessments (reading, writing, and mathematics) on
26 which students were more than one standard error of measurement from
27 meeting standard on the Washington assessment of student learning for
28 the current class of eleventh grade students.

29 (b) The other portion of the district's student units shall be the
30 number of content area assessments (reading, writing, and mathematics)
31 on which students were less than one standard error of measurement from
32 meeting standard but did not meet standard on the Washington assessment
33 of student learning for the current class of eleventh grade students.
34 Districts with at least one but less than 20 student units combining
35 the student units generated from this subsection and (a) of this
36 subsection shall be counted as having 20 student units for the purposes
37 of the allocations in (d) and (e)(i) of this subsection.

1 (c) The legislature recognizes that professional development and
2 planning for teachers is an important component of high quality
3 extended learning activities. Accordingly, a one-time funding amount
4 equal to 12 hours of certificated instructional staff units per 13.0
5 student units, as calculated in (a) and (b) of this subsection, is
6 provided in this section to ensure that extended learning activities
7 are of high quality and aligned to the state's essential academic
8 learning requirements.

9 (d) Allocations for certificated instructional staff salaries and
10 benefits shall be determined using formula-generated staff units
11 calculated pursuant to this subsection. Ninety-four hours of
12 certificated instructional staff units are allocated per 13.0 student
13 units as calculated under (a) of this subsection and thirty-four hours
14 of certificated instructional staff units are allocated per 13.0
15 student units as calculated under (b) of this subsection. Allocations
16 for salaries and benefits for the staff units calculated under this
17 subsection shall be calculated in the same manner as provided under
18 section 503 of this act. Salary and benefit increase funding for staff
19 units generated under this section is included in section 504 of this
20 act.

21 (e) The following additional allocations are provided per student
22 unit, as calculated in (a) and (b) of this subsection:

- 23 (i) \$12.50 for maintenance, operations, and transportation;
- 24 (ii) \$12.00 for pre- and post-remediation assessments;
- 25 (iii) \$17.00 per reading remediation student unit;
- 26 (iv) \$8.00 per mathematics remediation student unit; and
- 27 (v) \$8.00 per writing remediation student unit.

28 (f) The superintendent of public instruction shall distribute
29 school year allocations according to the monthly apportionment schedule
30 defined in RCW 28A.510.250.

31 (3) School districts shall report annually to the office of the
32 superintendent of public instruction on the use of these funds,
33 including the types of assistance selected by students, the number of
34 students receiving each type of assistance, and the impact on WASL test
35 scores.

36 (4) \$708,000 of the general fund--state appropriation for fiscal
37 year 2006 and (~~(\$3,408,000)~~) \$1,300,000 of the general fund--state
38 appropriation for fiscal year 2007 are provided solely for additional

1 one-time allocations to offer remedial programs for students in the
2 class of 2007 or other students who have not achieved success on the
3 tenth grade WASL. The formula for distributing the allocations to
4 school districts shall include amounts for students in the class of
5 2007 who register to retake the WASL and want remedial assistance, and
6 other factors as determined by the office of the superintendent of
7 public instruction. Before making the allocations from the funding
8 provided in this subsection, the office of the superintendent of public
9 instruction shall consult with the office of financial management to
10 ensure that the proposed allocations will achieve efficient and
11 effective program delivery and that they are one-time in nature.

12 (5) \$1,500,000 of the general fund--state appropriation for fiscal
13 year 2007 is provided for competitive innovation grants awarded to
14 schools and school districts for implementing high school remediation
15 programs that are unique in program delivery, program accessibility,
16 program content, or a combination of these factors and that serve
17 students who have not achieved success on the tenth grade WASL.

18 (6) School districts may carry over from one year to the next up to
19 20 percent of funds allocated under this program; however, carryover
20 funds shall be expended for promoting academic success programs, and
21 may be used to provide extended learning programs for students beyond
22 their eleventh grade year who want continued remedial assistance to
23 pass the WASL.

24 **Sec. 1414.** 2006 c 372 s 516 (uncodified) is amended to read as
25 follows:

26 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR STUDENT ACHIEVEMENT**
27 **PROGRAM**

28 Student Achievement Account--State

29 Appropriation	((\$630,537,000))
30	<u>\$630,313,000</u>

31 The appropriation in this section is subject to the following
32 conditions and limitations:

33 (1) Funding for school district student achievement programs shall
34 be allocated at a maximum rate of \$300.00 per FTE student for the 2005-
35 06 school year and \$375.00 per FTE student for the 2006-07 school year.
36 For the purposes of this section, FTE student refers to the annual
37 average full-time equivalent enrollment of the school district in

1 grades kindergarten through twelve for the prior school year, as
2 reported to the office of the superintendent of public instruction by
3 August 31st of the previous school year.

4 (2) The appropriation is allocated for the following uses as
5 specified in RCW 28A.505.210:

6 (a) To reduce class size by hiring certificated elementary
7 classroom teachers in grades K-4 and paying nonemployee-related costs
8 associated with those new teachers;

9 (b) To make selected reductions in class size in grades 5-12, such
10 as small high school writing classes;

11 (c) To provide extended learning opportunities to improve student
12 academic achievement in grades K-12, including, but not limited to,
13 extended school year, extended school day, before-and-after-school
14 programs, special tutoring programs, weekend school programs, summer
15 school, and all-day kindergarten;

16 (d) To provide additional professional development for educators
17 including additional paid time for curriculum and lesson redesign and
18 alignment, training to ensure that instruction is aligned with state
19 standards and student needs, reimbursement for higher education costs
20 related to enhancing teaching skills and knowledge, and mentoring
21 programs to match teachers with skilled, master teachers. The funding
22 shall not be used for salary increases or additional compensation for
23 existing teaching duties, but may be used for extended year and
24 extended day teaching contracts;

25 (e) To provide early assistance for children who need
26 prekindergarten support in order to be successful in school; or

27 (f) To provide improvements or additions to school building
28 facilities which are directly related to the class size reductions and
29 extended learning opportunities under (a) through (c) of this
30 subsection (2).

31 (3) The superintendent of public instruction shall distribute the
32 school year allocation according to the monthly apportionment schedule
33 defined in RCW 28A.510.250.

34 **Sec. 1415.** 2006 c 372 s 518 (uncodified) is amended to read as
35 follows:

36 **FOR THE DEPARTMENT OF EARLY LEARNING**

37 General Fund--State Appropriation (FY 2006) \$100,000

1	General Fund--State Appropriation (FY 2007)	((\$32,504,000))
2		<u>\$32,799,000</u>
3	General Fund--Federal Appropriation	\$180,000
4	TOTAL APPROPRIATION	((\$32,784,000))
5		<u>\$33,079,000</u>

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

8 (1) \$29,941,000 of the general fund--state appropriation for fiscal
9 year 2007 is provided solely for providing early childhood education
10 assistance. Of this amount, \$1,497,000 is provided solely to increase
11 the number of children receiving education and \$2,146,000 is provided
12 solely for a targeted vendor rate increase.

13 (2) \$525,000 of the general fund--state appropriation for fiscal
14 year 2007 is provided solely for an early reading grant program for
15 community-based initiatives that develop prereading and early reading
16 skills through parental and community involvement, public awareness,
17 coordination of resources, and partnerships with local school
18 districts. If Substitute House Bill No. 2836 (reading achievement
19 account) is enacted by June 30, 2006, this amount shall be deposited in
20 the reading achievement account. Grant awards shall include funding
21 for one-time start up costs for local affiliates and a one-time partial
22 payment of school district dues to local affiliates of up to 30 percent
23 of the per student dues amount. Grant applications shall include:

24 (a) Strategies for parental involvement emphasizing ages birth to
25 five and outreach to diverse communities;

26 (b) Evidence of collaboration with, and support from, local school
27 districts, and how the activities funded in the grant are complementary
28 to the reading improvement efforts of local school districts;

29 (c) A plan for community participation and coordination of
30 resources including in-kind and financial support by public and private
31 sector partners;

32 (d) Measurable goals and evaluation methodology to determine
33 impact;

34 (e) Integration of reading strategies from the Washington state
35 early learning and development benchmarks;

36 (f) A plan for marketing and public relations;

37 (g) Strategies for sustaining the program when grant funding is no
38 longer available; and

1 (h) Evidence of district commitment to reading improvement, aligned
2 curriculum, progress monitoring, and time-on-task.

3 (3) \$1,000,000 of the general fund--state appropriation for fiscal
4 year 2007 is provided solely for the child care career and wage ladder
5 program created by chapter 507, Laws of 2005.

6 NEW SECTION. **Sec. 1416.** A new section is added to 2006 c 372
7 (uncodified) to read as follows:

8 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION.** (1) Appropriations
9 made in this act to the office of the superintendent of public
10 instruction shall initially be allotted as required by this act.
11 Subsequent allotment modifications shall not include transfers of
12 moneys between sections of this act, except as expressly provided in
13 subsection (2) of this section.

14 (2) The appropriations to the office of the superintendent of
15 public instruction in this act shall be expended for the programs and
16 amounts specified in this act. However, after May 1, 2007, unless
17 specifically prohibited by this act and after approval by the director
18 of financial management, the superintendent of public instruction may
19 transfer state general fund appropriations for fiscal year 2007 among
20 the following programs to meet the apportionment schedule for a
21 specified formula in another of these programs: General apportionment;
22 employee compensation adjustments; pupil transportation; special
23 education programs; institutional education programs; transitional
24 bilingual programs; and learning assistance programs.

25 (3) The director of financial management shall notify the
26 appropriate legislative fiscal committees in writing prior to approving
27 any allotment modifications or transfers under this section.

(End of part)

PART XV
HIGHER EDUCATION

Sec. 1501. 2006 c 372 s 603 (uncodified) is amended to read as follows:

FOR THE UNIVERSITY OF WASHINGTON

General Fund--State Appropriation (FY 2006)	\$337,629,000
General Fund--State Appropriation (FY 2007)	(\$352,714,000)
	<u>\$352,614,000</u>
General Fund--Private/Local Appropriation	\$300,000
Accident Account--State Appropriation	\$6,209,000
Medical Aid Account--State Appropriation	\$6,143,000
Education Legacy Trust--State Appropriation	\$10,748,000
Pension Funding Stabilization Account--State Appropriation	\$604,000
TOTAL APPROPRIATION	(\$714,347,000)
	<u>\$714,247,000</u>

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

(1) \$165,000 of the general fund--state appropriation for fiscal year 2006 and \$165,000 of the general fund--state appropriation for fiscal year 2007 are provided solely for the implementation of the Puget Sound work plan and agency action item UW-01.

(2) \$300,000 of the general fund--private/local appropriation is provided solely for shellfish biotoxin monitoring as specified in chapter 263, Laws of 2003 (SSB 6073, shellfish license fee).

(3)(a) \$3,057,000 of the education legacy trust appropriation for fiscal year 2006 and \$7,691,000 of the education legacy trust appropriation for fiscal year 2007 are provided as the state subsidy for 360 new enrollments at the Seattle campus, 325 new enrollments at the Tacoma campus, and 275 new enrollments at the Bothell campus. By December 15th of each year of the 2005-07 fiscal biennium, the university shall report to the office of financial management and the legislative fiscal committees the number of new student FTEs by campus enrolled with the funding provided in this subsection.

(b) \$2,500,000 of the general fund--state appropriation for fiscal year 2007 is provided solely for 150 additional high-demand student

1 enrollments. The university shall make it a priority to expand access
2 to baccalaureate programs in engineering, math, and science. By
3 December 15, 2006, the university shall report to the office of
4 financial management and the legislative fiscal committees the number
5 of new student FTEs enrolled with the funding provided in this
6 subsection.

7 (4) The appropriations for higher education employee compensation
8 increases provided or referenced in this section and described in
9 sections 949 through 980 of this act are estimated to increase the
10 total per student funding during the 2005-2007 biennium. This increase
11 in total per student funding is in addition to the tuition revenues
12 that will be generated and retained by the university as a result of
13 the tuition increases that are authorized in section 601 of this act.
14 Given these increases in core funding, the University of Washington
15 shall, by June 30, 2007, show demonstrable progress toward achieving
16 the following six-year programmatic goals:

17 (a) Improve time to degree as measured by the percent of admitted
18 students who graduate within 125% of the credits required for a degree;

19 (b) Preserve access for low-income students as measured by the
20 percentage of total degrees awarded to Pell Grant recipients;

21 (c) Improve freshman retention rates;

22 (d) Improve and sustain the quality of its degree programs as
23 measured by the number of programs that are ranked in the top twenty
24 nationally;

25 (e) Sustain the quality of its research programs as measured by the
26 national ranking for federal research grants received; and

27 (f) Improve its ability to prepare students for the workforce as
28 measured by the job placement or graduate school acceptance rates among
29 graduates.

30 Specific six-year targets for the goals stated in this subsection
31 shall be established by the university, the office of financial
32 management, and the higher education coordinating board and shall be
33 determined based on the per student funding level assumed in this act.

34 On or before November 1, 2006, the university shall submit to the
35 higher education coordinating board a report that outlines the
36 institution's progress and ongoing efforts toward meeting the
37 provisions of this section. The higher education coordinating board

1 shall compile and analyze all responses and provide a summary to the
2 governor and the appropriate fiscal and policy committees of the
3 legislature prior to December 1, 2006.

4 (5) \$200,000 of the general fund--state appropriation for fiscal
5 year 2006 is provided solely to assist the transition of University of
6 Washington-Tacoma and University of Washington-Bothell from branch
7 campuses serving upper-division students, to four-year campuses serving
8 freshmen, sophomores, and upper-division students. Funds may be used
9 to develop curricula, recruit new faculty, and expand student services.
10 Consistent with the recommendations of the higher education
11 coordinating board, UW-Tacoma and UW-Bothell may begin enrolling lower-
12 division students beginning in fiscal year 2007.

13 (6) \$30,000 of the general fund--state appropriation for fiscal
14 year 2006 and \$30,000 of the general fund--state appropriation for
15 fiscal year 2007 are provided solely for research on labor and economic
16 issues in Washington state through the Harry Bridges center.

17 (7) \$146,000 of the general fund--state appropriation for fiscal
18 year 2006 and \$296,000 of the general fund--state appropriation for the
19 fiscal year 2007 are provided solely to the Burke Museum to enhance the
20 museum's public outreach capabilities.

21 (8) \$125,000 of the general fund--state appropriation for fiscal
22 year 2006 and \$125,000 of the general fund--state appropriation for the
23 fiscal year 2007 are provided solely to the institute for learning and
24 brain sciences (ILABS) to develop a partnership, linking ILABS to
25 policymakers, private sectors and user-groups.

26 (9) The University of Washington medical center shall provide
27 inpatient and outpatient hospital services to offenders confined in
28 department of corrections facilities at a rate no greater than the
29 average rate that the department of corrections has negotiated with
30 other community hospitals in Washington state.

31 (10) \$75,000 of the general fund--state appropriation for fiscal
32 year 2006 and \$75,000 of the general fund--state appropriation for
33 fiscal year 2007 are provided solely for the Olympic natural resources
34 center.

35 (11) \$350,000 of the general fund--state appropriation for fiscal
36 year 2006 and \$450,000 of the general fund--state appropriation for
37 fiscal year 2007 are provided solely to maintain the autism center at
38 the University of Washington-Tacoma campus. The facility will continue

1 to function as a satellite facility to the autism center at the
2 University of Washington medical center in Seattle and provide clinical
3 service and professional training.

4 (12) \$2,400,000 of the general fund--state appropriation for fiscal
5 year 2007 is provided solely to increase the university's capacity to
6 conduct research in the life science fields.

7 (13) \$400,000 of the general fund--state appropriation for fiscal
8 year 2007 is provided solely for improvements to the Pacific Northwest
9 seismic network.

10 (14) \$1,008,000 of the general fund--state appropriation for fiscal
11 year 2006 is provided solely for extraordinary natural gas cost
12 expenses.

13 (15) \$500,000 of the general fund--state appropriation for fiscal
14 year 2007 is provided solely for the university to implement a
15 department of global health. The school of medicine and the school of
16 public health and community medicine will jointly form and operate the
17 department. The focus will be establishing sustainable improvements in
18 global health through public health policy, practice, and medical care.

19 (16) \$2,000,000 of the general fund--state appropriation for fiscal
20 year 2007 is provided solely to pay for operations and maintenance
21 costs of the bioengineering and genome sciences buildings that will
22 come on line during the 2005-07 biennium.

23 (17) \$150,000 of the general fund--state appropriation for fiscal
24 year 2007 is provided solely to expand the Washington search for young
25 scholars program at the Robinson center at the University of
26 Washington.

27 ~~((19))~~ (18) \$300,000 of the general fund--state appropriation for
28 fiscal year 2007 is provided solely for math engineering science
29 achievement (MESA) Washington to establish centers throughout the
30 state.

31 (19) \$25,000 of the general fund--state appropriation for fiscal
32 year 2007 is provided solely for the William D. Ruckelshaus center to
33 identify and carry out, or otherwise appropriately support, a process
34 to identify issues that have led to conflict around land use
35 requirements and property rights, and explore practical and effective
36 ways to resolve or reduce that conflict.

1 **Sec. 1502.** 2006 c 372 s 604 (uncodified) is amended to read as
2 follows:

3 **FOR WASHINGTON STATE UNIVERSITY**

4	General Fund--State Appropriation (FY 2006)	\$206,511,000
5	General Fund--State Appropriation (FY 2007)	((\$213,500,000))
6		\$213,520,000
7	Education Legacy Trust--State Appropriation	\$11,162,000
8	Pension Funding Stabilization Account--State	
9	Appropriation	\$293,000
10	TOTAL APPROPRIATION	((\$431,466,000))
11		<u>\$431,486,000</u>

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

14 (1) \$210,000 of the general fund--state appropriation for fiscal
15 year 2006 and \$210,000 of the general fund--state appropriation for
16 fiscal year 2007 are provided solely for the implementation of the
17 Puget Sound work plan and agency action item WSU-01.

18 (2)(a) \$2,741,000 of the education legacy trust appropriation for
19 fiscal year 2006 and \$6,900,000 of the education legacy trust
20 appropriation for fiscal year 2007 are provided as the state subsidy
21 for 430 new enrollments at the Pullman campus, 450 new enrollments at
22 the Vancouver campus, and 25 new enrollments at the Tri-Cities campus.
23 By December 15th of each year of the 2005-07 fiscal biennium, the
24 university shall report to the office of financial management and the
25 legislative fiscal committees the number of new student FTEs by campus
26 enrolled with the funding provided in this subsection.

27 (b) \$1,174,000 of the general fund--state appropriation for fiscal
28 year 2007 is provided solely for 80 additional high demand student
29 enrollments. The university shall make it a priority to expand
30 baccalaureate and graduate level access to nursing programs and to
31 expand baccalaureate programs in engineering and construction
32 management. By December 15, 2006, the university shall report to the
33 office of financial management and the legislative fiscal committees
34 the number of new student FTEs enrolled with the funding provided in
35 this subsection.

36 (3) The appropriations for higher education employee compensation
37 increases provided or referenced in this section and described in
38 sections 949 through 980 of this act are estimated to increase the

1 total per student funding during the 2005-2007 biennium. This increase
2 in total per student funding is in addition to the tuition revenues
3 that will be generated and retained by the university as a result of
4 the tuition increases that are authorized in section 601 of this act.
5 Given these increases in core funding, Washington State University
6 shall, by June 30, 2007, show demonstrable progress toward achieving
7 the following six-year programmatic goals:

8 (a) Improve time to degree as measured by the percent of admitted
9 students who graduate within 125% of the credits required for a degree;

10 (b) Preserve access for low-income students as measured by the
11 percentage of total degrees awarded to Pell Grant recipients;

12 (c) Improve freshman retention rates;

13 (d) Improve and sustain the quality of its degree programs as
14 measured by the number of programs that are ranked in the top twenty
15 nationally;

16 (e) Sustain the quality of its research programs as measured by the
17 national ranking for federal research grants received; and

18 (f) Improve its ability to prepare students for the workforce as
19 measured by the job placement or graduate school acceptance rates among
20 graduates.

21 Specific six-year targets for the goals stated in this subsection
22 shall be established by the university, the office of financial
23 management, and the higher education coordinating board and shall be
24 determined based on the per student funding level assumed in this act.

25 On or before November 1, 2006 the university shall submit to the
26 higher education coordinating board a report that outlines the
27 institution's progress and ongoing efforts toward meeting the
28 provisions of this section. The higher education coordinating board
29 shall compile and analyze all responses and provide a summary to the
30 governor and the appropriate fiscal and policy committees of the
31 legislature prior to December 1, 2006.

32 (4) \$507,000 of the education legacy trust appropriation for fiscal
33 year 2006 and \$1,014,000 of the education legacy trust appropriation
34 for fiscal year 2007 are provided solely to expand the entering class
35 of veterinary medicine students by 16 resident student FTEs each
36 academic year during the 2005-2007 biennium.

37 (5) \$350,000 of the general fund--state appropriation for fiscal
38 year 2006 is provided solely to assist the transition of Washington

1 State University-Vancouver from a branch campus serving only upper-
2 division students, to a four-year campus serving freshmen, sophomores,
3 and upper-division students. Funds may be used to develop curricula,
4 recruit new faculty, and expand student services. Consistent with the
5 recommendations of the higher education coordinating board, WSU-
6 Vancouver may begin enrolling lower-division students beginning in
7 fiscal year 2007.

8 (6) The university shall give consideration to reprioritizing
9 agricultural research funding to allow for expansion of the center for
10 precision agricultural systems and development of the biologically
11 intensive and organic agriculture program.

12 (7) \$25,000 of the general fund--state appropriation for fiscal
13 year 2006 and \$25,000 of the general fund--state appropriation for
14 fiscal year 2007 are provided solely to study the cost of complying
15 with vehicle licensing and registration laws. Funding is subject to
16 the passage of House Bill No. 1241 (modifying vehicle licensing and
17 registration penalties). If the bill is not enacted by June 30, 2005,
18 the amounts provided in this subsection shall lapse.

19 (8) \$42,000 of the general fund--state appropriation for fiscal
20 year 2006 and \$43,000 of the general fund--state appropriation for
21 fiscal year 2007 are provided solely to implement Senate Bill No. 5101
22 (providing incentives to support renewable energy). If the bill is not
23 enacted by June 30, 2005, the amounts provided in this subsection shall
24 lapse.

25 (9) \$200,000 of the general fund--state appropriation for fiscal
26 year 2006 and \$200,000 of the general fund--state appropriation for
27 fiscal year 2007 are provided solely to conduct research on
28 alternatives for controlling ghost shrimp in Willapa bay.

29 (10) \$716,000 of the general fund--state appropriation for fiscal
30 year 2006 is provided solely for extraordinary natural gas cost
31 expenses.

32 (11) \$250,000 of the general fund--state appropriation for fiscal
33 year 2007 is provided solely to assist the Washington State University
34 (WSU) Tri-Cities in planning the transition from a branch campus
35 serving upper-division students, to a four-year campus serving
36 freshmen, sophomores, and upper-division students. Funds may be used
37 to develop curricula, recruit new faculty, and expand student services.

1 WSU Tri-Cities may begin enrolling lower-division students beginning in
2 Fall 2007.

3 (12) \$800,000 of the general fund--state appropriation for fiscal
4 year 2007 is provided solely for the university to operate the
5 AgWeatherNet system.

6 (13) \$400,000 of the general fund--state appropriation for fiscal
7 year 2007 is provided solely for the center for sustaining agriculture
8 and natural resources to create a biologically intensive and organic
9 agriculture program.

10 ~~((+15+))~~ (14) \$1,000,000 of the general fund--state appropriation
11 for fiscal year 2007 is provided solely for allocation to a private
12 nonprofit medical and scientific research institute to be located in
13 Spokane for the purposes of developing and implementing new medical
14 treatment therapies involving systems biology, genomics, and
15 nanotechnology. The allocation shall be matched by the nonprofit
16 institute by an equal amount of funds from nonstate sources. The
17 university shall not retain any of these funds for administrative
18 purposes.

19 ~~((+16+))~~ (15) \$98,000 of the general fund--state appropriation for
20 fiscal year 2007 is provided solely to establish a biofuels consumer
21 education and outreach program at the Washington State University
22 extension energy program.

23 (16) \$25,000 of the general fund--state appropriation for fiscal
24 year 2007 is provided solely for the William D. Ruckelshaus center to
25 identify and carry out, or otherwise appropriately support, a process
26 to identify issues that have led to conflict around land use
27 requirements and property rights, and explore practical and effective
28 ways to resolve or reduce that conflict.

29 **Sec. 1503.** 2006 c 372 s 606 (uncodified) is amended to read as
30 follows:

31 **FOR CENTRAL WASHINGTON UNIVERSITY**

32	General Fund--State Appropriation (FY 2006)	((\$45,671,000))
33		<u>\$45,586,000</u>
34	General Fund--State Appropriation (FY 2007)	((\$47,006,000))
35		<u>\$46,980,000</u>
36	Education Legacy Trust--State Appropriation	\$6,461,000
37	Pension Funding Stabilization Account--State	

1	Appropriation	\$103,000
2	TOTAL APPROPRIATION	(\$99,241,000)
3		<u>\$99,130,000</u>

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

6 (1) \$2,147,000 of the education legacy trust appropriation for
7 fiscal year 2006 and \$4,314,000 of the education legacy trust
8 appropriation for fiscal year 2007 are provided as the state subsidy
9 for 650 new enrollments. By December 15th of each year of the 2005-07
10 fiscal biennium, the university shall report to the office of financial
11 management and the legislative fiscal committees the number of new
12 student FTEs by campus enrolled with the funding provided in this
13 subsection.

14 (2) The appropriations for higher education employee compensation
15 increases provided or referenced in this section and described in
16 sections 949 through 980 of this act are estimated to increase the
17 total per student funding during the 2005-2007 biennium. This increase
18 in total per student funding is in addition to the tuition revenues
19 that will be generated and retained by the university as a result of
20 the tuition increases that are authorized in section 601 of this act.
21 Given these increases in core funding, Central Washington University
22 shall, by June 30, 2007, show demonstrable progress toward achieving
23 the following six-year programmatic goals:

- 24 (a) Improve time to degree as measured by the percent of admitted
25 students who graduate within 125% of the credits required for a degree;
- 26 (b) Preserve access for low-income students as measured by the
27 percentage of total degrees awarded to Pell Grant recipients;
- 28 (c) Improve freshman retention rates;
- 29 (d) Improve and sustain the quality of its degree programs as
30 measured by the number of programs that receive national accreditation;
- 31 and
- 32 (e) Improve its ability to prepare students for the workforce as
33 measured by the job placement or graduate school acceptance rates among
34 graduates.

35 Specific six-year targets for the goals stated in this subsection
36 shall be established by the university, the office of financial
37 management, and the higher education coordinating board and shall be
38 determined based on the per student funding level assumed in this act.

1 On or before November 1, 2006, the university shall submit to the
2 higher education coordinating board a report that outlines the
3 institution's progress and ongoing efforts toward meeting the
4 provisions of this section. The higher education coordinating board
5 shall compile and analyze all responses and provide a summary to the
6 governor and the appropriate fiscal and policy committees of the
7 legislature prior to December 1, 2006.

8 (3) For the 2006-07 and 2007-08 academic years, the legislature
9 hereby increases the limit on total gross authorized operating fees
10 revenue waived, exempted, or reduced by Central Washington University
11 pursuant to RCW 28B.15.910 to eleven percent.

12 (4) \$206,000 of the general fund--state appropriation for fiscal
13 year 2006 is provided solely for extraordinary natural gas cost
14 expenses.

15 **Sec. 1504.** 2006 c 372 s 616 (uncodified) is amended to read as
16 follows:

17 **FOR THE STATE SCHOOL FOR THE BLIND**

18	General Fund--State Appropriation (FY 2006)	\$5,149,000
19	General Fund--State Appropriation (FY 2007)	((\$5,285,000))
20		<u>\$5,354,000</u>
21	General Fund--Private/Local Appropriation	\$1,335,000
22	Pension Funding Stabilization Account--State	
23	Appropriation	\$38,000
24	TOTAL APPROPRIATION	((\$11,807,000))
25		<u>\$11,876,000</u>

(End of part)

PART XVI

SPECIAL APPROPRIATIONS

Sec. 1601. 2006 c 372 s 701 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR DEBT SUBJECT TO THE DEBT LIMIT

Table with 2 columns: Description and Amount. Rows include General Fund--State Appropriation (FY 2006), General Fund--State Appropriation (FY 2007), State Building Construction Account--State Appropriation, State Taxable Building Construction Account--State Appropriation, Gardner-Evans Higher Education Construction Account--State Appropriation, Debt-Limit Reimbursable Bond Retirement Account--State Appropriation, Columbia River Basin Water Supply Development Account--State Appropriation, Hood Canal Aquatic Rehabilitation Bond Account--State Appropriation, and TOTAL APPROPRIATION.

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for deposit into the debt-limit general fund bond retirement account. The appropriation for fiscal year 2006 shall be deposited in the debt-limit general fund bond retirement account by June 30, 2006.

Sec. 1602. 2006 c 372 s 703 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO

1 **BE REIMBURSED AS PRESCRIBED BY STATUTE**

2	General Fund--State Appropriation (FY 2006)	\$24,588,000
3	General Fund--State Appropriation (FY 2007)	\$26,743,000
4	Nondebt-Limit Reimbursable Bond Retirement	
5	Account--State Appropriation	(\$130,909,000)
6		<u>\$131,001,000</u>
7	TOTAL APPROPRIATION	(\$182,240,000)
8		<u>\$182,332,000</u>

9 The appropriations in this section are subject to the following
10 conditions and limitations: The general fund appropriation is for
11 deposit into the nondebt-limit general fund bond retirement account.

12 **Sec. 1603.** 2006 c 372 s 704 (uncodified) is amended to read as
13 follows:

14 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**
15 **BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES**

16	General Fund--State Appropriation (FY 2006)	\$1,357,000
17	General Fund--State Appropriation (FY 2007)	(\$1,357,000)
18		<u>\$957,000</u>
19	State Building Construction Account--State Appropriation .	\$1,080,000
20	State Taxable Building Construction	
21	Account--State Appropriation	(\$78,000)
22		<u>\$86,000</u>
23	Gardner-Evans Higher Education Construction	
24	Account--State Appropriation	\$452,000
25	<u>Columbia River Basin Water Supply Development</u>	
26	<u>Account--State Appropriation</u>	<u>\$2,000</u>
27	<u>Hood Canal Aquatic Rehabilitation Bond Account--State</u>	
28	<u>Appropriation</u>	<u>\$2,000</u>
29	TOTAL APPROPRIATION	(\$4,324,000)
30		<u>\$3,936,000</u>

31 **Sec. 1604.** 2006 c 372 s 705 (uncodified) is amended to read as
32 follows:

33 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--FIRE CONTINGENCY POOL**

34	Disaster Response Account--State Appropriation	(\$8,000,000)
35		<u>\$9,000,000</u>

1 The sum of (~~(\$8,000,000)~~) \$9,000,000 is appropriated from the
2 disaster response account for the purpose of making allocations to the
3 Washington state patrol for fire mobilizations costs or to the
4 department of natural resources for fire suppression costs.

5 **Sec. 1605.** 2006 c 372 s 706 (uncodified) is amended to read as
6 follows:

7 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--FIRE CONTINGENCY**

8 General Fund--State Appropriation (FY 2006)	\$1,600,000
9 <u>General Fund--State Appropriation (FY 2007)</u>	<u>\$1,000,000</u>
10 <u>TOTAL APPROPRIATION</u>	<u>\$2,600,000</u>

11 The appropriations in this section (~~(is)~~) are subject to the
12 following conditions and limitations: The appropriations (~~(is)~~) are
13 provided solely for deposit into the disaster response account for the
14 purposes specified in section 705 of this act.

15 **Sec. 1606.** 2006 c 372 s 707 (uncodified) is amended to read as
16 follows:

17 **FOR SUNDRY CLAIMS.** The following sums, or so much thereof as may
18 be necessary, are appropriated from the general fund, unless otherwise
19 indicated, for relief of various individuals, firms, and corporations
20 for sundry claims. These appropriations are to be disbursed on
21 vouchers approved by the director of financial management, except as
22 otherwise provided, as follows:

- 23 (1) Reimbursement of criminal defendants acquitted on the basis of
24 self-defense, pursuant to RCW 9A.16.110:
- 25 (a) Kirk F. Schultz, claim number SCJ 2006-01 \$12,312
 - 26 (b) Scott A. King, claim number SCJ 2006-02 \$9,922
 - 27 (c) Mark D. Huckaba, claim number SCJ 2006-03 \$10,000
 - 28 (d) James D. Brittain, claim number SCJ 2006-02 \$20,000
 - 29 (e) Jain E. Johnson, claim number SCJ 2007-01 \$7,250
 - 30 (f) Sandra J. Ciske, claim number SCJ 2007-02 \$10,168
 - 31 (g) Matthew R. Young, claim number SCJ 2007-03 \$40,185
 - 32 (h) Kevin J. Flockhart, claim number SCJ 2007-04 \$38,209
 - 33 (i) James J. O'Hagan, claim number SCJ 2007-05 \$25,207
 - 34 (j) Claude G. Lindsey, Jr., claim number SCJ 2007-07 . . . \$10,701
 - 35 (k) Cary Youngstrom, claim number SCJ 2007-08 \$5,089

1 (2) Payment from the state wildlife account for damage to crops by
2 wildlife pursuant to RCW 77.36.050:

3 (a) For deposit into the self-insurance liability account for
4 reimbursement of payment made to Circle S Landscape, claim number SCG
5 2004-05 \$21,926

6 (b) (~~(e)~~) ~~Venture Farms, claim number SCG 2005-03 \$57,448~~

7 (~~(d)~~) Patrick O'Hagen, claim number SCG 2006-02 \$1,673

8 (~~(e)~~) (c) Patrick O'Hagen, claim number SCG 2006-03 \$2,389

9 (~~(f)~~) (d) Swampapple Enterprises, Inc., claim number
10 SCG 2006-04 \$3,574

11 (~~(g)~~) (e) Wilbur H. Mundy, claim number SCG 2006-05 \$10,307

12 (~~(h)~~) (f) Sam Kayser, claim number SCG 2006-08 \$1,108

13 (~~(i)~~) (g) Richard Cordell, claim number SCG 2006-09 \$4,076

14 (h) Ralland L. Wallace, claim number SCG 2006-06 \$23,393

15 (i) Sulfur Creek Ranches, claim number SCG 2007-01 \$4,602

16 (j) Venture Farms, claim number SCG 2007-04 \$5,254

17 (3) Payment for reinterment of human remains from historic graves
18 pursuant to RCW 68.60.050:

19 Darrin Erdahl, claim number SCO 2006-01 \$3,000

20 **Sec. 1607.** 2005 c 518 s 707 (uncodified) is amended to read as
21 follows:

22 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--SEX OFFENDER SENTENCING**
23 **IMPACT**

24 General Fund--State Appropriation (FY 2006) \$45,000

25 General Fund--State Appropriation (FY 2007) (~~(\$792,000)~~)
26 \$604,000

27 TOTAL APPROPRIATION (~~(\$837,000)~~)
28 \$649,000

29 The appropriations in this section are subject to the following
30 conditions and limitations: The appropriations are provided solely for
31 distribution to counties to pay for the costs of implementing chapter
32 176, Laws of 2004, which makes amendments to the special sex offender
33 sentencing alternative.

34 ***Sec. 1608.** 2006 c 372 s 708 (uncodified) is amended to read as
35 follows:

36 **FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--CONTRIBUTIONS TO**

1 **RETIREMENT SYSTEMS.** The appropriations in this section are subject to
2 the following conditions and limitations: The appropriations for the
3 law enforcement officers' and firefighters' retirement system shall be
4 made on a monthly basis beginning July 1, 2005, consistent with chapter
5 41.45 RCW, and the appropriations for the judges and judicial
6 retirement systems shall be made on a quarterly basis consistent with
7 chapters 2.10 and 2.12 RCW.

8 (1) There is appropriated for state contributions to the law
9 enforcement officers' and fire fighters' retirement system:

10	General Fund--State Appropriation (FY 2006)	\$32,450,000
11	General Fund--State Appropriation (FY 2007)	(\$38,750,000)
12		<u>\$38,650,000</u>

13 (a) \$100,000 of the general fund--state appropriations for fiscal
14 year 2006 and \$200,000 of the general fund--state appropriations for
15 fiscal year 2007 are provided solely to implement Substitute House Bill
16 No. 1936 (emergency medical technicians). If the bill is not enacted
17 by June 30, 2005, the amounts provided shall lapse.

18 (b) \$950,000 of the general fund--state appropriation for fiscal
19 year 2006 and \$950,000 of the general fund--state appropriation for
20 fiscal year 2007 are provided solely for the state contributions
21 required under Substitute Senate Bill No. 5615 (law enforcement
22 officers' and fire fighters' retirement system plan 2 disability
23 benefit). If the bill is not enacted by June 30, 2005, the amounts
24 provided shall lapse.

25 (c) \$100,000 of the general fund--state appropriation for fiscal
26 year 2007 is provided solely to implement House Bill No. 2932
27 (catastrophic disability). If the bill is not enacted by June 30,
28 2006, the amount provided in this subsection shall lapse.

29 (2) There is appropriated for contributions to the judicial
30 retirement system:

31	General Fund--State Appropriation (FY 2006)	\$6,601,000
32	General Fund--State Appropriation (FY 2007)	\$9,539,000

33 (3) There is appropriated for contributions to the judges
34 retirement system:

35	General Fund--State Appropriation (FY 2006)	\$300,000
36	General Fund--State Appropriation (FY 2007)	\$300,000

1 (4) There is appropriated for the state contributions required
2 under Senate Bill No. 6453 (minimum monthly retirement):

3	<u>General Fund--State Appropriation (FY 2007)</u>	<u>. \$500,000</u>
4	<u>Special Account Retirement Contribution Increase</u>	
5	<u>Revolving Account Appropriation</u>	<u>. \$200,000</u>

6
7 (5) There is appropriated for the state contributions required
8 under Substitute House Bill No. 2684 (plan 3 five-year vesting):

9	<u>General Fund--State Appropriation (FY 2007)</u>	<u>. \$600,000</u>
10	TOTAL APPROPRIATION	. . . . . ((\$87,940,000))
11		<u>\$89,140,000</u>

*Sec. 1608 was partially vetoed. See message at end of chapter.

12 **Sec. 1609.** 2006 c 372 s 712 (uncodified) is amended to read as
13 follows:

14 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--ENERGY FREEDOM ACCOUNT**

15	General Fund--State Appropriation (FY 2007)	. . . . . ((\$23,000,000))
16		<u>\$20,500,000</u>

17 The appropriation in this section is subject to the following
18 conditions and limitations: The appropriation is provided solely for
19 ((deposit)) expenditure into the energy freedom account. If Engrossed
20 Third Substitute House Bill No. 2939 (energy freedom) is not enacted by
21 June 30, 2006, the appropriation in this section shall lapse.

22 **Sec. 1610.** 2006 c 372 s 715 (uncodified) is amended to read as
23 follows:

24 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--PERSONNEL LITIGATION**
25 **SETTLEMENT--RETROSPECTIVE PAYMENTS**

26	General Fund--State Appropriation (FY 2007)	. . . . . ((\$11,813,000))
27		<u>\$11,039,976</u>
28	Special Personnel Litigation Revolving	
29	Account Appropriation	. . . . . ((\$10,689,000))
30		<u>\$9,954,024</u>
31	TOTAL APPROPRIATION	. . . . . ((\$22,502,000))
32		<u>\$20,994,000</u>

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

- 35 (1) The entire appropriation is provided solely for the purposes of

1 funding the retrospective payments for the settlement of litigation
2 involving compensation differentials among personnel classes, W.P.E.A.
3 v. State of Washington.

4 (2) To facilitate the transfer of moneys from dedicated funds and
5 accounts, the (~~state treasurer~~) office of financial management shall
6 transfer or direct the transfer of sufficient moneys from each
7 dedicated fund or account, including local funds of state agencies and
8 institutions of higher education, to the special personnel litigation
9 revolving account in accordance with (~~LEAP~~) OFM document number
10 (~~2006-S11~~) 2007-S01 dated (~~March 3, 2006~~) December 19, 2006. Agencies
11 and institutions of higher education with local funds will deposit
12 sufficient money to the special personnel litigation revolving account
13 from their local funds as directed by the office of financial
14 management. The office of financial management will direct the
15 transfer of funds in the amount of the settlement to the administrator
16 of the settlement on the date required by the court order.

17 NEW SECTION. Sec. 1611. A new section is added to 2005 c 518
18 (uncodified) to read as follows:

19 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--PERSONNEL LITIGATION**
20 **SETTLEMENT--PROSPECTIVE PAYMENTS**

21	General Fund--State Appropriation (FY 2007)	\$793,000
22	Special Personnel Litigation Revolving Account	
23	Appropriation	\$666,000
24	TOTAL APPROPRIATION	\$1,459,000

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

27 (1) The entire appropriation is provided solely for the purposes of
28 funding the prospective provisions in the settlement agreement,
29 settling all claims in the litigation involving compensation
30 differentials among personnel classes, *W.P.E.A. v. State of Washington*.

31 (2) Appropriations or spending authority is provided to agencies in
32 accordance with OFM document number 2007-S02 dated December 19, 2006.
33 This funding is to be used in each agency's payroll process to pay the
34 increased salaries for specified job classes as required in the
35 settlement agreement.

1 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--EDUCATION LEGACY TRUST ACCOUNT**
2 General Fund--State Appropriation (FY 2007) \$215,000,000

3 The appropriation in this section is subject to the following
4 conditions and limitations: The appropriation is provided solely for
5 expenditure into the education legacy trust account.

6 NEW SECTION. **Sec. 1617.** A new section is added to 2005 c 518
7 (uncodified) to read as follows:

8 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--MOBILE HOME PARK RELOCATION**
9 **ACCOUNT**

10 General Fund--State Appropriation (FY 2007) \$2,000,000

11 The appropriation in this section is subject to the following
12 conditions and limitations: The appropriation is provided solely for
13 expenditure into the mobile home park relocation account.

14 NEW SECTION. **Sec. 1618.** A new section is added to 2005 c 518
15 (uncodified) to read as follows:

16 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--HEALTH SERVICES ACCOUNT**

17 General Fund--State Appropriation (FY 2007) \$50,000,000

18 The appropriation in this section is subject to the following
19 conditions and limitations: The appropriation is provided solely for
20 expenditure into the health services account.

21 NEW SECTION. **Sec. 1619.** A new section is added to 2005 c 518
22 (uncodified) to read as follows:

23 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--VIOLENCE REDUCTION AND DRUG**
24 **ENFORCEMENT ACCOUNT**

25 General Fund--State Appropriation (FY 2007) \$5,000,000

26 The appropriation in this section is subject to the following
27 conditions and limitations: The appropriation is provided solely for
28 expenditure into the violence reduction and drug enforcement account.

29 **Sec. 1620.** 2005 c 518 s 729 (uncodified) is amended to read as
30 follows:

31 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--PENSION CONTRIBUTION**
32 **ADJUSTMENTS FOR THE PUBLIC SAFETY EMPLOYEES' RETIREMENT SYSTEM**

33 (~~General Fund--State Appropriation (FY 2007) \$4,400,000~~)

1 Special Account Retirement Contribution Increase
 2 Revolving Account Appropriation ((~~(\$3,900,000)~~))
 3 -\$73,000
 4 ((~~TOTAL APPROPRIATION \$500,000~~))

5 The appropriation(~~s~~) in this section (~~are~~) is subject to the
 6 following conditions and limitations:

7 (1) The appropriation(~~s~~) in this section (~~are~~) is provided
 8 solely to make adjustments to agency appropriations to reflect the
 9 costs associated with the entry of employees into the public safety
 10 employees' retirement system as created by chapter 242, Laws of 2004.

11 (2) To facilitate the transfer of moneys from dedicated funds and
 12 accounts, the state treasurer is directed to transfer sufficient moneys
 13 from each dedicated fund or account to the special account retirement
 14 contribution increase revolving account in accordance with schedules
 15 provided by the office of financial management.

16 *NEW SECTION. **Sec. 1621.** A new section is added to 2005 c 518
 17 (uncodified) to read as follows:

18 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--TECHNOLOGY FUNDING**

19 General Fund--State Appropriation (FY 2007)	\$26,277,000
20 Special Technology Funding Revolving Account	
21 Appropriation (FY 2008)	\$37,964,000
22 TOTAL APPROPRIATION	\$64,241,000

23 The appropriations in this section are provided solely for deposit
 24 to and expenditure from the data processing revolving account and are
 25 subject to the following conditions and limitations:

26 (1) The appropriations in this section, for expenditure to the data
 27 processing revolving account, are to be known as the "information
 28 technology funding pool" and are under the joint control of the
 29 department of information services and the office of financial
 30 management. The department of information services shall review
 31 information technology proposals and work jointly with the office of
 32 financial management to determine the projects to be funded and the
 33 amounts and timing of release of funds. To facilitate the transfer of
 34 moneys from dedicated funds and accounts, the state treasurer is
 35 directed to transfer sufficient moneys from each dedicated fund or
 36 account to the special technology funding revolving account, hereby
 37 created in the state treasury, in accordance with schedules provided by

1 the office of financial management pursuant to LEAP Document ITA-2007
2 as developed by the legislative evaluation and program committee on
3 April 20, 2007, at 13:01 hours.

4 (2) In exercising this authority, the department of information
5 services and the office of financial management shall:

6 (a) Seek opportunities to reduce costs and achieve economies of
7 scale by leveraging statewide investments in systems and data and other
8 common or enterprise-wide solutions within and across state agencies
9 that include standard software, hardware, and other information
10 technology systems infrastructure, and common data definitions and data
11 stores that promote the sharing of information across agencies whenever
12 possible;

13 (b) Ensure agencies incorporate project management best practices
14 and consider lessons learned from other information technology
15 projects; and

16 (c) Develop criteria for the evaluation of information technology
17 project funding proposals to include the determination of where common
18 or coordinated technology or data solutions may be established, and
19 identification of projects that cross fiscal biennia or are dependent
20 on other prior, current, or future related investments.

21 (3) In allocating funds for the routine replacement of software and
22 hardware, the information services board and office of financial
23 management shall presume that agencies should have sufficient funding
24 in their base allocation to pay for such replacement and that any
25 allocations out of these funds are for extraordinary maintenance costs.

26 ***(4) Funds appropriated in this section shall not be released for***
27 ***information technology projects with a risk-severity assessment level***
28 ***two or greater under the policies of the information services board***
29 ***until a feasibility study has been completed and approved by the***
30 ***information services board. If the feasibility study indicates a need***
31 ***for funding exceeding that allocated for the current biennium,***
32 ***justification of increased project costs shall be incorporated in an***
33 ***annual report from the department of information services to the***
34 ***information services board, the office of financial management, and the***
35 ***legislative evaluation and accountability program committee.***
36 ***Implementation funds shall not be released until the project is***
37 ***approved by the legislature.***

1 (5) Funds in the 2007-09 biennium may only be expended on the
2 projects listed on LEAP Document IT-2007, as generated by the
3 legislative evaluation and accountability program committee on April
4 20, 2007, at 13:01 hours. Future biennia allocations from the
5 information technology funding pool shall be determined jointly by the
6 department of information services and the office of financial
7 management.

8 (6) Beginning December 1, 2008, and every biennium thereafter, the
9 department of information services shall submit a statewide information
10 technology plan to the office of financial management and the
11 legislative evaluation and accountability program committee that
12 supports a consolidated funding request. In alternate years, a plan
13 addendum shall be submitted that reflects any modified funding pool
14 request requiring action in the ensuing supplemental budget session.

15 (7) The department of information services shall report to the
16 office of financial management and the legislative evaluation and
17 accountability program committee by October 1, 2007, and annually
18 thereafter, the status of planned allocations from funds appropriated
19 in this section.

20 (8) State agencies shall report project performance in consistent
21 and comparable terms using common methodologies to calculate project
22 performance by measuring work accomplished (scope and schedule) against
23 work planned and project cost against planned budget. The department
24 of information services shall provide implementation guidelines and
25 oversight of project performance reporting.

26 (9) The information services board shall require all agencies
27 receiving funds appropriated in this section to account for project
28 expenses included in an information technology portfolio report
29 submitted annually to the department of information services, the
30 office of financial management, and the legislative evaluation and
31 accountability program committee by October 1st of each year. The
32 department of information services, with the advice and approval of the
33 office of financial management, shall establish criteria for complete
34 and consistent reporting of expenditures from these funds and project
35 staffing levels.

36 (10) In consultation with the legislative evaluation and
37 accountability program committee, the department of information
38 services shall develop criteria for evaluating requests for these funds

1 and shall report annually to the office of financial management and the
2 legislative evaluation and accountability program committee by November
3 1st the status of distributions and expenditures from this pool.
**Sec. 1621 was partially vetoed. See message at end of chapter.*

4 NEW SECTION. **Sec. 1622.** A new section is added to 2005 c 518
5 (uncodified) to read as follows:

6 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--EDUCATION CONSTRUCTION ACCOUNT**
7 General Fund--State Appropriation (FY 2007) \$20,000,000

8 The appropriation in this section is subject to the following
9 conditions and limitations: The appropriation is provided solely for
10 expenditure into the education construction account.

11 NEW SECTION. **Sec. 1623.** A new section is added to 2005 c 518
12 (uncodified) to read as follows:

13 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--READING ACHIEVEMENT ACCOUNT**
14 General Fund--State Appropriation (FY 2007) \$2,000,000

15 The appropriation in this section is subject to the following
16 conditions and limitations: The appropriation is provided solely for
17 expenditure into the reading achievement account. The amounts provided
18 shall be used: (1) To implement an early reading grant program for
19 evidence-based or promising community-based initiatives that develop
20 early literacy skills through parental and community involvement,
21 public awareness, coordination of resources, and partnerships with
22 local school districts; and (2) to provide statewide support to
23 community-based reading initiatives.

24 NEW SECTION. **Sec. 1624.** A new section is added to 2005 c 518
25 (uncodified) to read as follows:

26 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--BOATING ACTIVITIES ACCOUNT**
27 General Fund--State Appropriation (FY 2007) \$2,000,000

28 The appropriation in this section is subject to the following
29 conditions and limitations: The appropriation is provided solely for
30 expenditure into the boating activities account under Substitute House
31 Bill No. 1651 (boating activities). If the bill is not enacted by June
32 30, 2007, the appropriation in this section shall lapse.

(End of part)

PART XVII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 1701. 2006 c 372 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 ((~~\$6,561,000~~))
\$6,644,000

General Fund Appropriation for public utility district excise tax distributions ((~~\$44,292,000~~))
\$44,282,000

General Fund Appropriation for prosecuting attorney distributions ((~~\$3,568,000~~))
\$3,757,000

General Fund Appropriation for boating safety and education distributions ((~~\$4,252,000~~))
\$3,979,000

General Fund Appropriation for other tax distributions ((~~\$38,000~~))
\$41,000

Death Investigations Account Appropriation for distribution to counties for publicly funded autopsies ((~~\$1,969,000~~))
\$2,044,000

Aquatic Lands Enhancement Account Appropriation for harbor improvement revenue distribution ((~~\$147,000~~))
\$133,000

Timber Tax Distribution Account Appropriation for distribution to "timber" counties ((~~\$83,325,000~~))
\$77,023,000

County Criminal Justice Assistance Appropriation ((~~\$53,650,000~~))
\$53,953,000

Municipal Criminal Justice Assistance Appropriation ((~~\$21,315,000~~))

1		<u>\$21,381,000</u>
2	Liquor Excise Tax Account Appropriation for	
3	liquor excise tax distribution	((\$40,512,000))
4		<u>\$41,525,000</u>
5	Liquor Revolving Account Appropriation for	
6	liquor profits distribution	((\$88,818,000))
7		<u>\$68,911,000</u>
8	City-County Assistance Account Appropriation for	
9	local government financial assistance	
10	distribution	((\$20,100,000))
11		<u>\$26,020,000</u>
12	TOTAL APPROPRIATION	((\$368,547,000))
13		<u>\$349,693,000</u>

14 The total expenditures from the state treasury under the
15 appropriations in this section shall not exceed the funds available
16 under statutory distributions for the stated purposes.

17 **Sec. 1702.** 2006 c 372 s 802 (uncodified) is amended to read as
18 follows:

19 **FOR THE STATE TREASURER--FOR THE COUNTY CRIMINAL JUSTICE ASSISTANCE**
20 **ACCOUNT**

21	Impaired Driving Safety Account Appropriation	((\$2,050,000))
22		<u>\$2,173,601</u>

23 The appropriation in this section is subject to the following
24 conditions and limitations: The amount appropriated in this section
25 shall be distributed quarterly during the 2005-07 biennium in
26 accordance with RCW 82.14.310. This funding is provided to counties
27 for the costs of implementing criminal justice legislation including,
28 but not limited to: Chapter 206, Laws of 1998 (drunk driving
29 penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,
30 Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
31 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
32 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
33 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
34 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter
35 215, Laws of 1998 (DUI provisions).

1 \$86,430,000

2 The total expenditures from the state treasury under the
3 appropriations in this section shall not exceed the funds available
4 under statutory distributions for the stated purposes.

5 **Sec. 1705.** 2006 c 372 s 805 (uncodified) is amended to read as
6 follows:

7 **FOR THE STATE TREASURER--TRANSFERS.** For transfers in this section
8 to the state general fund, pursuant to RCW 43.135.035(5), the state
9 expenditure limit shall be increased by the amount of the transfer.
10 The increase shall occur in the fiscal year in which the transfer
11 occurs.

12 State Convention and Trade Center Account:

13 For transfer to the state general fund,
14 \$5,150,000 for fiscal year 2006 and \$5,150,000
15 for fiscal year 2007 \$10,300,000

16 General Fund: For transfer to the tourism
17 development and promotion account, \$150,000
18 for fiscal year 2006 and \$150,000 for fiscal
19 year 2007 \$300,000

20 Financial Services Regulation Account: For transfer
21 to the state general fund, \$778,000 for
22 fiscal year 2006 and \$779,000 for fiscal
23 year 2007 \$1,557,000

24 Public Works Assistance Account: For
25 transfer to the drinking water
26 assistance account, \$8,400,000 for fiscal
27 year 2006 \$8,400,000

28 Tobacco Settlement Account: For transfer
29 to the health services account, in an
30 amount not to exceed the actual balance
31 of the tobacco settlement account (~~(\$185,823,000)~~)
32 \$166,070,000

33 Health Services Account: For transfer to the
34 state general fund, \$45,000,000 for fiscal
35 year 2006 \$45,000,000

36 Health Services Account: For transfer to the
37 tobacco prevention and control account (~~(\$25,086,000)~~)

1		<u>\$21,257,000</u>
2	Health Services Account: For transfer to the	
3	water quality account	\$7,885,000
4	Health Services Account: For transfer to the	
5	violence reduction and drug enforcement	
6	account	\$6,932,000
7	Public Employees' and Retirees' Insurance Account:	
8	For transfer to the state general fund,	
9	\$40,000,000 for fiscal year 2006 and	
10	\$45,000,000 for fiscal year 2007	\$85,000,000
11	Department of Retirement Systems Expense Account:	
12	For transfer to the state general fund,	
13	\$2,000,000 for fiscal year 2006	\$2,000,000
14	Secretary of State's Revolving Account: For	
15	transfer to the state general fund, \$250,000	
16	for fiscal year 2006 and \$250,000 for	
17	fiscal year 2007	\$500,000
18	State Treasurer's Service Account: For transfer	
19	to the state general fund, \$9,500,000	
20	for fiscal year 2006 and \$7,000,000	
21	for fiscal year 2007	\$16,500,000
22	General Fund: For transfer to the water quality	
23	account, \$318,000 for fiscal year 2006 and	
24	\$319,000 for fiscal year 2007	\$637,000
25	State Toxics Control Account: For transfer to the	
26	water quality account	\$12,500,000
27	Water Quality Account: For transfer to the	
28	water pollution control revolving account	((\$16,534,000))
29		<u>\$11,034,000</u>
30	Pollution Liability Insurance Trust Account: For	
31	transfer to the state general fund	\$3,750,000
32	Drinking Water Assistance Account: For transfer	
33	to the drinking water assistance repayment	
34	account, an amount not to exceed	\$21,800,000
35	Waste Reduction, Recycling, and Litter Control	
36	Account: For transfer to the state general	
37	fund, \$1,000,000 for fiscal year 2006 and	
38	\$1,000,000 for fiscal year 2007	\$2,000,000

1 Public Works Assistance Account: For transfer to
2 the public facility construction loan revolving
3 account, \$4,500,000 for fiscal year 2006 \$4,500,000
4 Nisqually Earthquake Account: For transfer to
5 the disaster response account, \$3,000,000 for
6 fiscal year 2006 \$3,000,000
7 Natural Resources Equipment Revolving Fund: For
8 transfer to the state general fund for fiscal
9 year 2006 \$1,000,000
10 General Fund: For transfer to the violence
11 reduction and drug enforcement account,
12 \$1,500,000 for fiscal year 2006 and \$1,500,000
13 for fiscal year 2007 \$3,000,000
14 Education Legacy Trust Account: For transfer
15 to the student achievement account,
16 \$35,555,000 for fiscal
17 year 2006 and \$103,046,000
18 for fiscal year 2007 \$138,601,000

(End of part)

1 **PART XVIII**
2 **MISCELLANEOUS**

3 NEW SECTION. **Sec. 1801.** If any provision of this act or its
4 application to any person or circumstance is held invalid, the
5 remainder of the act or the application of the provision to other
6 persons or circumstances is not affected.

7 NEW SECTION. **Sec. 1802.** This act is necessary for the immediate
8 preservation of the public peace, health, or safety, or support of the
9 state government and its existing public institutions, and takes effect
10 immediately.

(End of part)

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Passed by the House April 22, 2007.

Passed by the Senate April 22, 2007.

Approved by the Governor May 15, 2007, with the exception of certain items that were vetoed.

Filed in Office of Secretary of State May 16, 2007.

Note: Governor's explanation of partial veto is as follows:

"I am returning, without my approval as to Sections 113(9); 127(14); 127(29); 129(11); 141(1); 214(13); 222, page 105, line 12; 307(23); 307(24); 307(30); 402, page 147, line 33; 949; 1608(4) and (5); and 1621(4) of Substitute House Bill 1128 entitled:

"AN ACT Relating to fiscal matters."

Section 127(14), page 25, Department of Community, Trade and Economic Development, Distribution of Visitor Guides

Visitor guides are an important tool for promoting tourism to Washington State. The Department of Community, Trade and Economic Development currently has a formal agreement with the tourism industry to store and mail visitor guides as requested by the industry. The Department, in close partnership with the new tourism committee created by Substitute House Bill 1276, should have discretion on how many guides should be distributed. Therefore, I have vetoed Section 127(14).

Section 127(29), page 28, Department of Community, Trade and Economic Development, Grant to the Synergy Group

This nonprofit organization has the potential to ensure that the delivery of social services in the Lake Stevens area is accomplished more efficiently, and I encourage this type of coordination. However, this effort is more appropriately a local function, not the state's. Furthermore, the Synergy Group has not yet been legally established and does not yet have a clearly defined mission and purpose. For this reason, I have vetoed Section 127(29).

Section 129(11), pages 37-38, Office of Financial Management, Technical Assistance to Pharmacies

This proviso requires that the Office of Financial Management enter into an interagency agreement with the Department of Social and Health Services to establish a technical audit assistance program for pharmacies that provide Medicaid services, to oversee the technical assistance program, and to review and update pharmacy audit practices. No new funds were provided to accomplish these activities. In addition, the delegation of this authority to the Office of Financial Management over audit practices appears to violate the federal Medicaid Single State Agency requirement that the Department of Social and Health Services handle matters of this sort. For these reasons, I have vetoed Section 129(11).

Section 141(1), page 44, Department of General Administration, Moving Costs for Office of Minority and Women-Owned Businesses

This proviso prevents the Department of General Administration from charging the Office of Minority and Women's Business Enterprise for the cost of moving to a new office. Since the Department of General Administration is supported by rates and fees, any service that is not charged to the agency receiving the services could result in higher rates for other state agencies. Therefore, I have vetoed Section 141(1).

Section 214(13), page 97, Health Care Authority, Family Practice Residency in Southeastern Washington

This proviso establishes a family practice residency program in southwest Washington. On-going programs of this nature are best established with substantive legislation, not as a proviso in the appropriations bill. For this reason, I have vetoed Section 214(13).

Section 222, page 105, line 12, Department of Health, Oyster Reserve Land Account Appropriation

This is a technical veto to correct an over-appropriation in this account. While the Department of Health will no longer have a direct appropriation, the Department of Fish and Wildlife will enter into an agreement with the Department of Health to distribute pass-through funding to local health jurisdictions for grants to individuals to improve on-site sewage systems, as required by Substitute Senate Bill 5372, the Puget Sound Partnership. For this reason, I have vetoed Section 222, line 12.

Section 307(23), page 135, Department of Fish and Wildlife, Sinking Vessels in Puget Sound for Dive Attractions

This proviso requires that, within existing funds, the Department of Fish and Wildlife in coordination with the Department of Ecology shall evaluate the environmental impacts of sinking vessels in Puget Sound for dive attractions. A needs assessment and scoping study (including environmental impacts) for sinking ships as diving sites in Puget Sound has already been completed, and was submitted to the Office of Financial Management and the Legislature in November of 2006. No additional funding was provided for this new evaluation. For these reasons, I have vetoed Section 307(23).

Section 307(30), page 136, Department of Fish and Wildlife, Use of Appropriated Funds for Mole Trapping, Mountain Beaver Removal Enforcement

This proviso prohibits the Department of Fish and Wildlife from using appropriated funds to enforce RCW 77.15.194, providing penalties for the use of leg-hold traps for trapping by mole exterminators or for the removal of mountain beaver from forest lands. The budget bill is not the appropriate vehicle for making substantive policy changes in the way the state implements Initiative 713. No bill passed the Legislature this session modifying RCW 77.15.194. Therefore, I have vetoed section 307(30).

Section 402, line 33, page 147, Washington State Patrol, DNA Data Base Account Appropriation

A drafting error resulted in an inadvertent appropriation from the DNA Data Base Account, which is a nonappropriated fund. Funds from the nonappropriated source are still available to the State Patrol for forensic laboratory improvements. Therefore, I have vetoed the appropriation from this account.

Section 949, page 283-287, Health Care Authority, Amending the Public Employee Benefits Board Statute

In this act, the Legislature defines the maximum contribution rates to be paid by state agencies on behalf of employees for health benefits. The Public Employee Benefits Board (PEBB) uses this funding level to secure a competitive benefit package for PEBB participants. Section 949 amends existing statute to prevent the Board from revising health plan offerings if that change would increase the actuarial value of the plans for the 2007-09 Biennium. This restriction is contrary to the PEBB's responsibility to successfully manage a competitive employee benefit package within the fiscal parameters established by the Legislature. It also limits the involvement of key stakeholders (including labor, retirees, and benefit experts) in important benefit decisions. For these reasons, I have vetoed Section 949 in its entirety.

Section 1608(4) and (5), page 501, Department of Retirement Systems, Funding for 2006 Legislation

These subsections add funding for legislation that was passed in 2006, and is already in the budget. Therefore, I have vetoed Section 1608(4) and (5).

Section 1621(4), page 506, for the Office of Financial Management, Technology Funding

This proviso would prohibit the release of funds to pay for at least 35 projects with a risk-severity assessment of level 2 or greater until a feasibility study is completed and the project is approved by the Information Services Board. While I agree that these projects need careful review and scrutiny before they proceed, I am vetoing Section 1621(4) because of the added workload and complexity introduced by these requirements. However, I direct the Department of Information Services and the Information Services Board to use their existing authority to provide the review and analysis desired in this proviso so that future costs and risks are better understood before the projects are allowed to move forward.

In addition, I share the intention expressed by the Legislature in Section 903 of this bill to better manage technology investments to achieve more common and coordinated technology and data solutions. Therefore, I also direct the Department of Information Services and Information Services Board to use their existing authority to review and strengthen investment planning for information technology projects to include, at a minimum, a review of the ability of projects to better use common services and solutions. Doing so can help reduce costs and risks for individual projects and can help the state realize greater economies of scale across multiple projects.

The following sections are vetoed because the bills referenced did not pass:

Section 113(9) , page 12, Office of Administrator for the Courts, SHB 1141, Diversion Records

Section 307(24), page 135, Department of Fish and Wildlife, ESHB 1147, Damage to Livestock

For these reasons, I have vetoed Sections 113(9); 127(14); 127(29); 129(11); 141(1); 214(13); 222, page 105, line 12; 307(23); 307(24); 307(30); 402, page 147, line 33; 949; 1608 (4) and (5); and 1621(4) of Substitute House Bill 1128.

I am signing Section 307(8) which directs the Department of Fish and Wildlife to implement a joint management and collaborative enforcement agreement with the Confederated Tribes of the Colville and the Spokane Tribe without providing additional appropriations for the agreement. While I would have preferred that the Legislature

provide new funding for this important endeavor, I am committed to the agreement and will work with the agency, the tribes and the Legislature to ensure its success.

With the exception of Sections 113(9); 127(14); 127(29); 129(11); 141(1); 214(13); 222, page 105, line 12; 307(23); 307(24); 307(30); 402, page 147, line 33; 949; 1608(4) and (5); and 1621(4), Substitute House Bill 1128 is approved."