PROPOSED SENATE
2011-13
OPERATING BUDGET

PROPOSED STRIKING AMENDMENT
to ESHB 1087

SENATE CHAIR

SENATE WAYS & MEANS COMMITTEE
APRIL 12, 2011

http://www1.leg.wa.gov/Senate/Committees/WM/
Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. (1) A budget is hereby adopted and, subject to the provisions set forth in the following sections, the several amounts specified in parts I through IX of this act, or so much thereof as shall be sufficient to accomplish the purposes designated, are hereby appropriated and authorized to be incurred for salaries, wages, and other expenses of the agencies and offices of the state and for other specified purposes for the fiscal biennium beginning July 1, 2011, and ending June 30, 2013, except as otherwise provided, out of the several funds of the state hereinafter named.

(2) Unless the context clearly requires otherwise, the definitions in this section apply throughout this act.
   (a) "Fiscal year 2012" or "FY 2012" means the fiscal year ending June 30, 2012.
   (b) "Fiscal year 2013" or "FY 2013" means the fiscal year ending June 30, 2013.
   (c) "FTE" means full time equivalent.
   (d) "Lapse" or "revert" means the amount shall return to an unappropriated status.
   (e) "Provided solely" means the specified amount may be spent only for the specified purpose. Unless otherwise specifically authorized in this act, any portion of an amount provided solely for a specified purpose which is not expended subject to the specified conditions and limitations to fulfill the specified purpose shall lapse.

PART I
GENERAL GOVERNMENT
### Sec. 101. FOR THE HOUSE OF REPRESENTATIVES

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Fund--State Appropriation (FY 2012)</td>
<td>$30,870,000</td>
</tr>
<tr>
<td>General Fund--State Appropriation (FY 2013)</td>
<td>$31,497,000</td>
</tr>
<tr>
<td>Motor Vehicle Account--State Appropriation</td>
<td>$1,316,000</td>
</tr>
<tr>
<td><strong>TOTAL APPROPRIATION</strong></td>
<td><strong>$63,683,000</strong></td>
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### Sec. 102. FOR THE SENATE

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
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</thead>
<tbody>
<tr>
<td>General Fund--State Appropriation (FY 2012)</td>
<td>$22,709,000</td>
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<tr>
<td>General Fund--State Appropriation (FY 2013)</td>
<td>$24,887,000</td>
</tr>
<tr>
<td>Motor Vehicle Account--State Appropriation</td>
<td>$1,087,000</td>
</tr>
<tr>
<td><strong>TOTAL APPROPRIATION</strong></td>
<td><strong>$48,683,000</strong></td>
</tr>
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</table>

### Sec. 103. FOR THE JOINT LEGISLATIVE AUDIT AND REVIEW COMMITTEE

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
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<tbody>
<tr>
<td>General Fund--State Appropriation (FY 2012)</td>
<td>$2,768,000</td>
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<tr>
<td>General Fund--State Appropriation (FY 2013)</td>
<td>$2,839,000</td>
</tr>
<tr>
<td><strong>TOTAL APPROPRIATION</strong></td>
<td><strong>$5,607,000</strong></td>
</tr>
</tbody>
</table>

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

1. Notwithstanding the provisions of this section, the joint legislative audit and review committee may adjust the due dates for projects included on the committee's 2011-13 work plan as necessary to efficiently manage workload.

2. Within the amounts appropriated in this section, the committee shall conduct a review of the state's workplace safety and health program. The review shall examine workplace safety inspection, enforcement, training, and outreach efforts compared to other states and federal programs; analyze workplace injury and illness rates and trends in Washington; identify factors that may influence workplace safety and health; and identify practices that may improve workplace safety and health and/or impact insurance rates.

3. Within the amounts appropriated in this section, the committee shall conduct a review of marketing and vendor expenditures and incentive payment programs at the state lottery commission to identify cost savings and efficiencies to maximize contributions to beneficiaries under this act. This review shall include examination of the following:
(a) An analysis of marketing expenses and the impact on ticket sales; the impact to sales of tickets from the change in lottery beneficiaries; the competitive contracting processes for marketing services and vendors and comparison to other states; identification of whether there are duplicative or unproductive marketing activities; and identification of whether savings may occur from changing vendors.

(b) A description of how the employee incentive payment program at the state lottery commission operates, and comparison to best practices for outcome-based performance payments.

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

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
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</thead>
<tbody>
<tr>
<td>General Fund--State Appropriation (FY 2012)</td>
<td>$1,690,000</td>
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<tr>
<td>General Fund--State Appropriation (FY 2013)</td>
<td>$1,861,000</td>
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<tr>
<td>TOTAL APPROPRIATION</td>
<td>$3,551,000</td>
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NEW SECTION.  Sec. 105. FOR THE OFFICE OF THE STATE ACTUARY

<table>
<thead>
<tr>
<th>Description</th>
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<tbody>
<tr>
<td>General Fund--State Appropriation (FY 2012)</td>
<td>$24,000</td>
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<tr>
<td>General Fund--State Appropriation (FY 2013)</td>
<td>$24,000</td>
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<tr>
<td>Department of Retirement Systems Expense Account--State Appropriation</td>
<td>$3,367,000</td>
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<td>TOTAL APPROPRIATION</td>
<td>$3,415,000</td>
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NEW SECTION.  Sec. 106. FOR THE JOINT LEGISLATIVE SYSTEMS COMMITTEE

<table>
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<tr>
<th>Description</th>
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<tr>
<td>General Fund--State Appropriation (FY 2012)</td>
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<tr>
<td>General Fund--State Appropriation (FY 2013)</td>
<td>$8,273,000</td>
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<tr>
<td>TOTAL APPROPRIATION</td>
<td>$16,631,000</td>
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NEW SECTION.  Sec. 107. FOR THE STATUTE LAW COMMITTEE

<table>
<thead>
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<th>Description</th>
<th>Amount</th>
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<tbody>
<tr>
<td>General Fund--State Appropriation (FY 2012)</td>
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<tr>
<td>General Fund--State Appropriation (FY 2013)</td>
<td>$4,824,000</td>
</tr>
<tr>
<td>TOTAL APPROPRIATION</td>
<td>$9,187,000</td>
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NEW SECTION.  Sec. 108. FOR THE REDISTRICTING COMMISSION

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
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<tbody>
<tr>
<td>General Fund--State Appropriation (FY 2012)</td>
<td>$1,627,000</td>
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<tr>
<td>General Fund--State Appropriation (FY 2013)</td>
<td>$154,000</td>
</tr>
<tr>
<td>TOTAL APPROPRIATION</td>
<td>$1,781,000</td>
</tr>
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</table>
The appropriations in this section are subject to the following conditions and limitations: $443,000 of the general fund--state appropriation for fiscal year 2012 is provided solely for the support of legislative redistricting efforts. The commission shall enter into an interagency agreement with the house of representatives and the senate for the expenditure of these funds.

NEW SECTION. Sec. 109. FOR THE SUPREME COURT

General Fund--State Appropriation (FY 2012) $6,897,000
General Fund--State Appropriation (FY 2013) $6,938,000
TOTAL APPROPRIATION $13,835,000

NEW SECTION. Sec. 110. FOR THE LAW LIBRARY

General Fund--State Appropriation (FY 2012) $500,000
General Fund--State Appropriation (FY 2013) $500,000
TOTAL APPROPRIATION $1,000,000

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

General Fund--State Appropriation (FY 2012) $15,259,000
General Fund--State Appropriation (FY 2013) $15,380,000
TOTAL APPROPRIATION $30,639,000

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

General Fund--State Appropriation (FY 2012) $1,102,000
General Fund--State Appropriation (FY 2013) $1,039,000
TOTAL APPROPRIATION $2,141,000

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

General Fund--State Appropriation (FY 2012) $54,017,000
General Fund--State Appropriation (FY 2013) $53,549,000
General Fund--Federal Appropriation $1,551,000
General Fund--Private/Local Appropriation $260,000
Judicial Information Systems Account--State Appropriation $28,847,000
Judicial Stabilization Trust Account--State Appropriation $3,609,000
TOTAL APPROPRIATION $141,833,000
The appropriations in this section are subject to the following conditions and limitations:

(1) $1,800,000 of the general fund--state appropriation for fiscal year 2012 and $1,800,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for school districts for petitions to juvenile court for truant students as provided in RCW 28A.225.030 and 28A.225.035. The office of the administrator for the courts shall develop an interagency agreement with the superintendent of public instruction to allocate the funding provided in this subsection. Allocation of this money to school districts shall be based on the number of petitions filed. This funding includes amounts school districts may expend on the cost of serving petitions filed under RCW 28A.225.030 by certified mail or by personal service or for the performance of service of process for any hearing associated with RCW 28A.225.030.

(2)(a) $8,252,000 of the general fund--state appropriation for fiscal year 2012 and $8,253,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for distribution to county juvenile court administrators to fund the costs of processing truancy, children in need of services, and at-risk youth petitions. The administrator for the courts, in conjunction with the juvenile court administrators, shall develop an equitable funding distribution formula. The formula shall neither reward counties with higher than average per-petition processing costs nor shall it penalize counties with lower than average per-petition processing costs.

(b) Each fiscal year during the 2009-11 fiscal biennium, each county shall report the number of petitions processed and the total actual costs of processing truancy, children in need of services, and at-risk youth petitions. Counties shall submit the reports to the administrator for the courts no later than 45 days after the end of the fiscal year. The administrator for the courts shall electronically transmit this information to the chairs and ranking minority members of the house of representatives and senate ways and means committees no later than 60 days after a fiscal year ends. These reports are deemed informational in nature and are not for the purpose of distributing funds.

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

(4) $265,000 of the general fund--state appropriation for fiscal
year 2012 is provided solely for the office of public guardianship to
provide guardianship services for low-income incapacitated persons.

(5) By September 1, 2011, the administrative office of the courts
shall report to the supreme court and the fiscal and judicial
committees of the legislature the actual expenditures by program and
fund source, including amounts spent on constitutionally required
activities, for the 2009-2011 fiscal biennium and projected
expenditures by program and fund source for the 2011-2013 fiscal
biennium. Sixty days after each legislative session, the
administrative office of the courts shall report to the fiscal and
judicial committees of the legislature on how reductions in
appropriations were allocated by program.

(6) $225,000 of the general fund--state appropriation for fiscal
year 2012 is provided solely for the development and implementation of
a static risk assessment for use by trial courts in determining bail
for offenders. The Washington state center for court research shall
establish quality assurance standards for implementation of the risk
assessment and evaluate the tool's ability to predict risk level,
recidivism, and failure to appear.

(7) $1,178,000 of the judicial information systems account--state
appropriation is provided solely for replacing computer equipment at
state courts and state judicial agencies.

(8) $651,000 of the judicial information systems account--state
appropriation is provided solely for continued planning and
implementation of a superior court calendaring and case flow management
system.

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

General Fund--State Appropriation (FY 2012) ................ $25,493,000
General Fund--State Appropriation (FY 2013) ................ $25,437,000
Judicial Stabilization Trust Account--State
   Appropriation .............................................. $1,660,000
TOTAL APPROPRIATION ..................................... $52,590,000
The appropriations in this section are subject to the following conditions and limitations:

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

(2) By December 1, 2011, the office of public defense shall submit to the appropriate policy and fiscal committees of the legislature a proposal for office of public defense to assume the effective and efficient administration of defense services for indigent persons throughout the state who are involved in proceedings under chapter 71.09 RCW. In developing its proposal, the office of public defense should consult with interested stakeholders, including the King county public defender, the Washington defender association, the Washington association of criminal defense lawyers, the administrative office of the courts, the superior court judges association, the office of the attorney general, the King county prosecuting attorney, the Washington association of counties, and the department of social and health services. At a minimum, the proposal should identify:

(a) Procedures to control costs and require accountability, consistent with the state's obligation to ensure the right to counsel under both the United States Constitution and the Washington Constitution;

(b) Appropriate practice standards for trial-level defense of indigent persons involved in proceedings under chapter 71.09 RCW, an estimated number of attorneys statewide who are qualified to provide such representation, and reasonable compensation for such defense services;

(c) The total budget necessary to implement the proposal statewide for fiscal year 2013, including administrative support; and

(d) Possible savings to the state and counties that might result from implementing the proposal.

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

General Fund--State Appropriation (FY 2012) . . . . . . . . . $11,219,000

General Fund--State Appropriation (FY 2013) . . . . . . . . . $11,229,000

Judicial Stabilization Trust Account--State

Appropriation . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . $732,000

TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . . . . $23,180,000
The appropriations in this section are subject to the following conditions and limitations: An amount not to exceed $40,000 of the general fund--state appropriation for fiscal year 2012 and an amount not to exceed $40,000 of the general fund--state appropriation for fiscal year 2013 may be used to provide telephonic legal advice and assistance to otherwise eligible persons who are sixty years of age or older on matters authorized by RCW 2.53.030(2) (a) through (k) regardless of household income or asset level.

NEW SECTION. Sec. 116. FOR THE OFFICE OF THE GOVERNOR

General Fund--State Appropriation (FY 2012) $5,625,000
General Fund--State Appropriation (FY 2013) $5,628,000
Economic Development Strategic Reserve Account--State Appropriation $1,500,000

TOTAL APPROPRIATION $12,753,000

The appropriations in this section are subject to the following conditions and limitations: $1,500,000 of the economic development strategic reserve account appropriation is provided solely for efforts to assist with currently active industrial recruitment efforts that will bring new jobs to the state or will retain headquarter locations of major companies currently housed in the state.

NEW SECTION. Sec. 117. FOR THE LIEUTENANT GOVERNOR

General Fund--State Appropriation (FY 2012) $703,000
General Fund--State Appropriation (FY 2013) $717,000
General Fund--Private/Local Appropriation $90,000

TOTAL APPROPRIATION $1,510,000

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

General Fund--State Appropriation (FY 2012) $2,114,000
General Fund--State Appropriation (FY 2013) $2,153,000

TOTAL APPROPRIATION $4,267,000

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

General Fund--State Appropriation (FY 2012) $18,164,000
General Fund--State Appropriation (FY 2013) $15,648,000
General Fund--Federal Appropriation $7,431,000
Archives and Records Management Account--State
 Appropriation .................................................. $8,065,000
Charitable Organization Education Account--State
 Appropriation .................................................. $452,000
Local Government Archives Account--State
 Appropriation .................................................. $10,728,000
Election Account--Federal Appropriation ............... $17,338,000
 TOTAL APPROPRIATION ................................. $77,826,000

The appropriations in this section are subject to the following
conditions and limitations:
  (1) $4,101,000 of the general fund--state appropriation for fiscal
year 2012 is provided solely to reimburse counties for the state's
share of primary and general election costs and the costs of conducting
mandatory recounts on state measures. Counties shall be reimbursed
only for those odd-year election costs that the secretary of state
validates as eligible for reimbursement.
  (2)(a) $1,897,000 of the general fund--state appropriation for
fiscal year 2012 and $2,076,000 of the general fund--state
appropriation for fiscal year 2013 are provided solely for contracting
with a nonprofit organization to produce gavel-to-gavel television
coverage of state government deliberations and other events of
statewide significance during the 2011-2013 biennium. The funding
level for each year of the contract shall be based on the amount
provided in this subsection. The nonprofit organization shall be
required to raise contributions or commitments to make contributions,
in cash or in kind, in an amount equal to forty percent of the state
contribution. The office of the secretary of state may make full or
partial payment once all criteria in this subsection have been
satisfactorily documented.
  (b) The legislature finds that the commitment of on-going funding
is necessary to ensure continuous, autonomous, and independent coverage
of public affairs. For that purpose, the secretary of state shall
enter into a contract with the nonprofit organization to provide public
affairs coverage.
  (c) The nonprofit organization shall prepare an annual independent
audit, an annual financial statement, and an annual report, including
benchmarks that measure the success of the nonprofit organization in
meeting the intent of the program.
(d) No portion of any amounts disbursed pursuant to this subsection may be used, directly or indirectly, for any of the following purposes:

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

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

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

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

NEW SECTION. Sec. 120. FOR THE GOVERNOR'S OFFICE OF INDIAN AFFAIRS

General Fund--State Appropriation (FY 2012) .................. $271,000
General Fund--State Appropriation (FY 2013) .................. $281,000
TOTAL APPROPRIATION ................................. $552,000

The appropriations in this section are subject to the following conditions and limitations: The office shall assist the department of enterprise services on providing the government-to-government training sessions for federal, state, local, and tribal government employees. The training sessions shall cover tribal historical perspectives, legal issues, tribal sovereignty, and tribal governments. Costs of the training sessions shall be recouped through a fee charged to the participants of each session. The department of enterprise services shall be responsible for all of the administrative aspects of the training, including the billing and collection of the fees for the training.

NEW SECTION. Sec. 121. FOR THE COMMISSION ON ASIAN PACIFIC AMERICAN AFFAIRS

General Fund--State Appropriation (FY 2012) ............... $242,000
General Fund--State Appropriation (FY 2013) ............... $229,000
TOTAL APPROPRIATION ................................. $471,000
NEW SECTION. Sec. 122. FOR THE STATE TREASURER
State Treasurer's Service Account--State
Appropriation . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . $15,300,000

NEW SECTION. Sec. 123. FOR THE STATE AUDITOR
State Auditing Services Revolving Account--State
Appropriation . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . $10,744,000
Performance Audit of Government Account--State
Appropriation . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . $1,961,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . $12,705,000

The appropriations in this section are subject to the following conditions and limitations:
(1) Audits of school districts by the division of municipal corporations shall include findings regarding the accuracy of: (a) Student enrollment data; and (b) the experience and education of the district's certified instructional staff, as reported to the superintendent of public instruction for allocation of state funding.
(2) $1,461,000 of the performance audits of government account appropriation is provided solely for staff and related costs to verify the accuracy of reported school district data submitted for state funding purposes; conduct school district program audits of state funded public school programs; establish the specific amount of state funding adjustments whenever audit exceptions occur and the amount is not firmly established in the course of regular public school audits; and to assist the state special education safety net committee when requested.
(3) Within the amounts appropriated in this section, the state auditor shall continue to complete the annual audit of the state's comprehensive annual financial report and the annual federal single audit consistent with the auditing standards generally accepted in the United States and the standards applicable to financial audits contained in government auditing standards, issued by the comptroller general of the United States, and OMB circular A-133, audits of states, local governments, and nonprofit organizations.
(4) $500,000 of performance audits of state government account appropriation is provided solely for the fraud ombudsman to review and audit the fraud investigative work of the division of fraud investigations of the department of social and health services.
NEW SECTION.  Sec. 124. FOR THE CITIZENS' COMMISSION ON SALARIES FOR ELECTED OFFICIALS

General Fund--State Appropriation (FY 2012) ............... $156,000
General Fund--State Appropriation (FY 2013) ............... $195,000
TOTAL APPROPRIATION ........................................ $351,000

NEW SECTION.  Sec. 125. FOR THE ATTORNEY GENERAL

General Fund--State Appropriation (FY 2012) ............... $4,270,000
General Fund--State Appropriation (FY 2013) ............... $4,270,000
General Fund--Federal Appropriation ........................ $8,819,000
New Motor Vehicle Arbitration Account--State
   Appropriation .................................................. $1,000,000
Legal Services Revolving Account--State
   Appropriation .................................................. $221,376,000
Tobacco Prevention and Control Account--State
   Appropriation .................................................. $270,000
Medicaid Fraud Penalty Account--State Appropriation .... $2,825,000
   TOTAL APPROPRIATION ....................................... $242,830,000

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

1) The attorney general shall report each fiscal year on actual legal services expenditures and actual attorney staffing levels for each agency receiving legal services. The report shall be submitted to the office of financial management and the fiscal committees of the senate and house of representatives no later than ninety days after the end of each fiscal year. As part of its by agency report to the legislative fiscal committees and the office of financial management, the office of the attorney general shall include information detailing the agency's expenditures for its agency-wide overhead and a breakdown by division of division administration expenses.

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

3) The attorney general shall annually report to the fiscal committees of the legislature all new cy pres awards and settlements and all new accounts, disclosing their intended uses, balances, the
nature of the claim or account, proposals, and intended timeframes for
the expenditure of each amount. The report shall be distributed
electronically and posted on the attorney general's web site. The
report shall not be printed on paper or distributed physically.

(4) The attorney general shall enter into an interagency agreement
with the department of social and health services for expenditure of
the state's proceeds from the cy pres settlement in State of Washington
v. AstraZeneca (Seroquel) for the purposes set forth in sections 204,
209, and 1109 of this act.

(5) $62,000 of the legal services revolving fund--state
appropriation is provided solely to implement House Bill No. 1770
(state purchasing). If the bill is not enacted by June 30, 2011, the
amount provided in this subsection shall lapse.

(6) $124,000 of the legal services revolving fund--state
appropriation is provided solely to implement House Bill No. 2002
(industrial insurance). If the bill is not enacted by June 30, 2011,
the amount provided in this subsection shall lapse.

(7) $3,616,000 of the legal services revolving account--state
appropriation is provided solely to implement Engrossed Senate Bill No.
5566 (workers' compensation). If the bill is not enacted by June 30,
2011, the amount provided in this subsection shall lapse.

(8) The office of the attorney general is authorized to expend
$2,100,000 from the Zyprexa and other cy pres awards towards consumer
protection costs in accordance with uses authorized in the court
orders.

NEW SECTION. Sec. 126. FOR THE CASELOAD FORECAST COUNCIL
General Fund--State Appropriation (FY 2012) . . . . . . . . . . $761,000
General Fund--State Appropriation (FY 2013) . . . . . . . . . . $762,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . $1,523,000

NEW SECTION. Sec. 127. FOR THE DEPARTMENT OF COMMERCE
General Fund--State Appropriation (FY 2012) . . . . . . . . . . $32,921,000
General Fund--State Appropriation (FY 2013) . . . . . . . . . . $33,282,000
General Fund--Federal Appropriation . . . . . . . . . . . . . . . . $274,348,000
General Fund--Private/Local Appropriation . . . . . . . . . . . $4,982,000
Public Works Assistance Account--State
Appropriation . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . $2,834,000
Drinking Water Assistance Administrative Account--State Appropriation .................. $443,000
Lead Paint Account--State Appropriation .................. $65,000
Building Code Council Account--State Appropriation ....... $13,000
Home Security Fund Account--State Appropriation ......... $11,252,000
Affordable Housing for All Account--State Appropriation $443,000
County Research Services Account--State Appropriation  $65,000
Financial Fraud and Identity Theft Crimes Investigation and Prosecution Account--State Appropriation $13,000
Low-Income Weatherization Assistance Account--State Appropriation $11,905,000
City and Town Research Services Account--State Appropriation $13,000
Manufacturing Innovation and Modernization Account--State Appropriation $1,081,000
Community and Economic Development Fee Account--State Appropriation $11,252,000
Washington Housing Trust Account--State Appropriation $8,648,000
Prostitution Prevention and Intervention Account--State Appropriation $5,166,000
Public Facility Construction Loan Revolving Account--State Appropriation $194,000
Lifeline Opportunity Assistance Account--State Appropriation $14,438,000
Washington Auto Theft Prevention Authority Account--State Appropriation $1,166,000
TOTAL APPROPRIATION ........................................... $424,928,000

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

(1) Repayments of outstanding mortgage and rental assistance program loans administered by the department under RCW 43.63A.640 shall be remitted to the department, including any current revolving account balances. The department shall collect payments on outstanding loans, and deposit them into the state general fund. Repayments of funds owed under the program shall be remitted to the department according to the terms included in the original loan agreements.
(2) $475,000 of the general fund--state appropriation for fiscal year 2012 and $475,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for a grant to resolution Washington to building statewide capacity for alternative dispute resolution centers and dispute resolution programs that guarantee that citizens have access to low-cost resolution as an alternative to litigation.

(3) $306,000 of the general fund--state appropriation for fiscal year 2012 and $306,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for a grant to the retired senior volunteer program.

(4) The department shall administer its growth management act technical assistance so that smaller cities receive proportionately more assistance than larger cities or counties.

(5) $1,800,000 of the home security fund--state appropriation is provided for transitional housing assistance or partial payments for rental assistance under the independent youth housing program.

(6) $5,000,000 of the home security fund--state appropriation is for the operation, repair, and staffing of shelters in the homeless family shelter program.

(7) $198,000 of the general fund--state appropriation for fiscal year 2012 and $198,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the Washington new Americans program.

(8) $2,989,000 of the general fund--state appropriation for fiscal year 2012 and $2,989,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for associate development organizations.

(9) $127,000 of the general fund--federal appropriation is provided solely for implementation of Substitute House Bill No. 1886 (Ruckelshaus center process). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(10) Up to $200,000 of the general fund--private/local appropriation is for a grant to the Washington tourism alliance for the maintenance of the Washington state tourism web site www.experiencewa.com and its related sub-sites. The department may transfer ownership of the web site and other tourism promotion assets and assign obligations to the Washington tourism alliance for purposes
of tourism promotion throughout the state. The alliance may use the assets only in a manner consistent with the purposes for which they were created. Any revenue generated from these assets must be used by the alliance for the sole purposes of statewide Washington tourism promotion. The legislature finds that the Washington tourism alliance, a not-for-profit, 501.c.6 organization established, funded, and governed by Washington tourism industry stakeholders to sustain destination tourism marketing across Washington, is an appropriate body to receive funding and assets from and assume obligations of the department for the purposes described in this section.

(11) $1,859,000 of the general fund--state appropriation for fiscal year 2012 and $1,859,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for innovative research teams, also known as entrepreneurial STARS, at higher education research institutions. Of these amounts no more than $50,000 in fiscal year 2012 and no more than $50,000 in fiscal year 2013 may be provided for the operation of entrepreneur in residence programs at entrepreneurial assistance organizations.

(12) The public works assistance account appropriation reflects savings required by Substitute Senate Bill No. 5844 (local government infrastructure), which requires the department to reduce expenditures from the public works assistance account for central agency administration for the 2011-2013 biennium.

(13) Within the appropriations in this section, specific funding is provided to implement Substitute Senate Bill No. 5741 (economic development commission).

(14) The lifeline opportunity and assistance account--state appropriation, in addition to supplemental security income (SSI) recoveries, is provided solely for the department to provide housing services for disability lifeline clients pursuant to Senate Bill No. . . . (disability lifeline).

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

<table>
<thead>
<tr>
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<td>Lottery Administrative Account--State Appropriation</td>
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NEW SECTION. Sec. 129. FOR THE OFFICE OF FINANCIAL MANAGEMENT

General Fund--State Appropriation (FY 2012) .......... $19,418,000
General Fund--State Appropriation (FY 2013) .......... $19,464,000
General Fund--Federal Appropriation ..................... $31,581,000
General Fund--Private/Local Appropriation ................. $1,270,000

Performance Audits of Government Account--
  State Appropriation ........................................ $25,000
Economic Development Strategic Reserve Account--
  State Appropriation ....................................... $289,000
Department of Personnel Services--State Appropriation .... $9,069,000
Data Processing Revolving Account--State
  Appropriation .......................................... $5,208,000
Higher Education Personnel Services Account--State
  Appropriation .......................................... $1,533,000
Aquatic Lands Enhancement Account--State Appropriation .... $100,000
  TOTAL APPROPRIATION .................................. $87,957,000

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

(1) $1,210,000 of the general fund--state appropriation for fiscal year 2012 and $1,210,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for implementation of House Bill No. 1178 (regulatory assistance office). If the bill is not enacted by June 30, 2011, the amounts provided in this subsection shall lapse.

(2) $150,000 of the general fund--state appropriation for fiscal year 2012 is provided solely for the office of financial management to contract with an independent consultant to evaluate and recommend the most cost-effective provision of services required to support the department of social and health services special commitment center on McNeil Island. The evaluation shall include island operation services that include, but are not limited to: (a) Marine transport of passengers and goods; (b) wastewater treatment; (c) fire protection and suppression; (d) electrical supply; (e) water supply; and (f) road maintenance.

The office of financial management shall solicit the input of Pierce county, the department of corrections, and the department of social and health services in developing the request for proposal, evaluating applications, and directing the evaluation. The consultant shall report to the governor and legislature by November 15, 2011.
(3) $100,000 of the aquatic lands enhancement account—state appropriation is provided solely for the office of financial management to prepare a report to be used to initiate a comprehensive, long-range planning process for the future of McNeil Island during the 2013-2015 fiscal biennium.

(a) The report on the initiation of the process must document:

(i) Ownership issues, including consultation with the federal government about its current legal requirements associated with the island;

(ii) Federal and state decision-making processes to change use or ownership;

(iii) Tribal treaty interests;

(iv) Fish and wildlife species and their habitats;

(v) Land use and public safety needs;

(vi) Recreational opportunities for the general public;

(vii) Historic and archaeological resources; and

(viii) Revenue from and necessary to support potential future uses of the island.

(b) The report shall develop and recommend a comprehensive, long-range planning process for the future of the island and associated aquatic resources, addressing the items in (a) of this subsection.

(c) The office of financial management may use its own staff and other public agency and tribal staff or contract for services, and may create a work group of knowledgeable agencies, organizations, and individuals to assist in preparing the report.

(d) The office of financial management shall engage in broad consultation with interested parties, including, but not limited to:

(i) Federal agencies with relevant responsibilities;

(ii) Tribal governments;

(iii) State agencies;

(iv) Local governments and communities in the area, including the Anderson Island community, Steilacoom, and Pierce county; and

(v) Interested private organizations and individuals.

(e) The report must be submitted to the governor and appropriate committees of the legislature by October 1, 2012.

(4) As part of negotiations for labor contracts for the 2013-2015 fiscal biennium, the office of labor relations shall propose to the
bargaining representatives for state employees the authorization to
collect employee health care premiums on a sliding scale based on the
employee's salary.

(5)(a) The office of financial management shall examine the defense
attorney and expert witness costs for the indigent defense of committed
persons or respondents to petitions for civil commitment including:

(i) Mechanisms for ensuring the consistent and efficient use of
resources across the state; and

(ii) The appropriate agency for administrative oversight of those
costs and how that oversight should be managed.

(b) The office of financial management shall submit a report with
the result of its examination and recommendations to the governor and
the legislature no later than November 1, 2011.

NEW SECTION. Sec. 130. FOR THE OFFICE OF ADMINISTRATIVE HEARINGS
Administrative Hearings Revolving Account--State
Appropriation .................. $35,648,000

The appropriation in this section is subject to the following
conditions and limitations: $580,000 of the administrative hearings
revolving account--state appropriation is provided solely to implement
Substitute House Bill No. 1741 (temp assist/needy families). If the
bill is not enacted by June 30, 2011, the amount provided in this
subsection shall lapse.

NEW SECTION. Sec. 131. FOR THE WASHINGTON STATE LOTTERY
Lottery Administrative Account--State
Appropriation .................. $26,366,000

NEW SECTION. Sec. 132. FOR THE COMMISSION ON HISPANIC AFFAIRS
General Fund--State Appropriation (FY 2012) .............. $259,000
General Fund--State Appropriation (FY 2013) .............. $265,000
TOTAL APPROPRIATION ............... $524,000

NEW SECTION. Sec. 133. FOR THE COMMISSION ON AFRICAN-AMERICAN
AFFAIRS
General Fund--State Appropriation (FY 2012) .............. $249,000
General Fund--State Appropriation (FY 2013) .............. $249,000
TOTAL APPROPRIATION ............... $498,000
NEW SECTION. Sec. 134. FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--OPERATIONS

Department of Retirement Systems Expense

Account--State Appropriation ................. $47,859,000

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

1. $61,000 of the department of retirement systems--state appropriation is provided solely for the administrative costs associated with implementation of Senate Bill No. 5882 (local government employees). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

2. $65,000 of the department of retirement systems--state appropriation is provided solely for the administrative costs associated with implementation of Senate Bill No. 5494 (plan 3 default investment option). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

3. $58,000 of the department of retirement systems--state appropriation is provided solely for the administrative costs associated with implementation of Senate Bill No. 5852 (post-retirement employment). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

4. $15,000 of the department of retirement systems--state appropriation is provided solely for the administrative costs associated with implementation of Senate Bill No. 5920 (limiting annual increase amounts). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

5. $73,000 of the department of retirement systems expense account--state appropriation is provided solely for the administrative costs associated with implementation of Senate Bill No. 5860 (state government employee compensation). If the bill is not enacted by June 30, 2011, the amount provided in this section shall lapse.

NEW SECTION. Sec. 135. FOR THE DEPARTMENT OF REVENUE

General Fund--State Appropriation (FY 2012) .......... $107,579,000
General Fund--State Appropriation (FY 2013) .......... $107,910,000
Timber Tax Distribution Account--State Appropriation ... $6,090,000
Waste Reduction/Recycling/Litter Control--State Appropriation ........................................ $135,000
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<tr>
<td>Waste Tire Removal Account--State Appropriation</td>
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<tr>
<td>State Toxics Control Account--State Appropriation</td>
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<tr>
<td>Oil Spill Prevention Account--State Appropriation</td>
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<td>Master License Fund--State Appropriation</td>
<td>$14,334,000</td>
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<td>Vehicle License Fraud Account--State Appropriation</td>
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<td>Performance Audits of Government Account--State</td>
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<tr>
<td>Appropriation</td>
<td>$3,188,000</td>
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<td>TOTAL APPROPRIATION</td>
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The appropriations in this section are subject to the following conditions and limitations:

1. $3,188,000 of the performance audits of government account--state appropriation is for the department to hire more auditors, compliance staff, and taxpayer account administration staff in order to generate additional revenues to the state.

2. $14,334,000 of the master license account--state appropriation is provided solely for the implementation of Substitute Senate Bill No. 5911 (master license service program) or Substitute House Bill No. 2017 (master license service program). If neither bill is enacted by June 30, 2011, the amount provided in this subsection shall lapse.

**NEW SECTION.** Sec. 136. FOR THE STATE INVESTMENT BOARD

State Investment Board Expense Account--State Appropriation $29,858,000

**NEW SECTION.** Sec. 137. FOR THE BOARD OF TAX APPEALS

General Fund--State Appropriation (FY 2012) $1,275,000
General Fund--State Appropriation (FY 2013) $1,258,000
TOTAL APPROPRIATION $2,533,000

**NEW SECTION.** Sec. 138. FOR THE OFFICE OF MINORITY AND WOMEN'S BUSINESS ENTERPRISES

OMWBE Enterprises Account--State Appropriation $3,368,000

**NEW SECTION.** Sec. 139. FOR THE CONSOLIDATED TECHNOLOGY SERVICES AGENCY

General Fund--State Appropriation (FY 2012) $117,000
General Fund--State Appropriation (FY 2013) $118,000
General Fund--Private/Local Appropriation $356,000
Data Processing Revolving Account--State

Appropriation ........................................... $53,000

TOTAL APPROPRIATION ................................. $644,000

The appropriations in this section are subject to the following conditions and limitations: The appropriations in this section fund implementation of Senate Bill No. 5931 (streamlining central service functions).

NEW SECTION.  Sec. 140. FOR THE INSURANCE COMMISSIONER

General Fund--Federal Appropriation ................. $4,474,000

Insurance Commissioners Regulatory Account--State

Appropriation ........................................... $48,808,000

TOTAL APPROPRIATION ................................. $53,282,000

The appropriations in this section are subject to the following conditions and limitations: $57,000 of the insurance commissioner's regulatory account--state appropriation is provided solely to implement House Bill No. 1740 (health benefit exchange). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

NEW SECTION.  Sec. 141. FOR THE BOARD OF ACCOUNTANCY

Certified Public Accountants' Account--State

Appropriation ........................................... $2,838,000

NEW SECTION.  Sec. 142. FOR THE FORENSIC INVESTIGATION COUNCIL

Death Investigations Account--State Appropriation . . . . . . $280,000

The appropriation in this section is subject to the following conditions and limitations: $250,000 of the death investigations account appropriation is provided solely for providing financial assistance to local jurisdictions in multiple death investigations. The forensic investigation council shall develop criteria for awarding these funds for multiple death investigations involving an unanticipated, extraordinary, and catastrophic event or those involving multiple jurisdictions.

NEW SECTION.  Sec. 143. FOR THE HORSE RACING COMMISSION

Horse Racing Commission Operating Account--State

Appropriation ........................................... $4,080,000
NEW SECTION. Sec. 144. FOR THE LIQUOR CONTROL BOARD

Liquor Control Board Construction and Maintenance

Account--State Appropriation .................. $10,081,000
Liquor Revolving Account--State Appropriation .... $180,541,000
General Fund--Federal Appropriation ............ $120,000
TOTAL APPROPRIATION ........................... $190,742,000

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

(1) $198,000 of the liquor revolving account--state appropriation is provided solely for the implementation of Senate Bill No. 5916 (liquor related products). If the bill is not enacted by June 30, 2011, the amount provided in this section shall lapse.

(2) $82,000 of the liquor revolving account--state appropriation is provided solely for the implementation of Senate Bill No. 5917 (co-located contract stores). If the bill is not enacted by June 30, 2011, the amount provided in this section shall lapse.

NEW SECTION. Sec. 145. FOR THE UTILITIES AND TRANSPORTATION COMMISSION

General Fund--Federal Appropriation ............. $502,000
General Fund--Private/Local Appropriation ........ $11,216,000
Public Service Revolving Account--State Appropriation .......................... $31,246,000
Pipeline Safety Account--State Appropriation ........ $3,228,000
Pipeline Safety Account--Federal Appropriation ........ $2,887,000
TOTAL APPROPRIATION ........................... $49,079,000

The appropriations in this section are subject to the following conditions and limitations: In accordance with RCW 80.36.610(1), the utilities and transportation commission is authorized to establish federal telecommunications act services fees in fiscal year 2012 as necessary to meet the actual costs of conducting business and the appropriation levels in this section.

NEW SECTION. Sec. 146. FOR THE MILITARY DEPARTMENT

General Fund--State Appropriation (FY 2012) ......... $8,536,000
General Fund--State Appropriation (FY 2013) .......... $8,571,000
General Fund--Federal Appropriation ................. $160,163,000
Enhanced 911 Account--State Appropriation ............ $46,619,000
Disaster Response Account--State Appropriation ........ $18,018,000
Disaster Response Account--Federal Appropriation ........ $66,266,000
Military Department Rent and Lease Account--State Appropriation .................. $615,000
Worker and Community Right-to-Know Account--State Appropriation ................ $2,178,000

TOTAL APPROPRIATION ................. $310,966,000

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

(1) $18,018,000 of the disaster response account--state appropriation and $66,266,000 of the disaster response account--federal appropriation may be spent only on disasters declared by the governor and with the approval of the office of financial management. The military department shall submit a report to the office of financial management and the legislative fiscal committees on October 1st and February 1st of each year detailing information on the disaster response account, including: (a) The amount and type of deposits into the account; (b) the current available fund balance as of the reporting date; and (c) the projected fund balance at the end of the 2011-2013 biennium based on current revenue and expenditure patterns.

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

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

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

NEW SECTION. Sec. 147. FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS
Volunteer Firefighters' and Reserve Officers' Administrative Account--State Appropriation ........ $1,069,000
NEW SECTION.  Sec. 148. FOR THE PUBLIC EMPLOYMENT RELATIONS COMMISSION

General Fund--State Appropriation (FY 2012) ....................... $2,410,000
General Fund--State Appropriation (FY 2013) ....................... $2,476,000
Higher Education Personnel Services Account--State Appropriation ........................................ $257,000
Department of Personnel Service Account--State Appropriation ........................................ $3,429,000
TOTAL APPROPRIATION ................................................... $8,572,000

The appropriations in this section are subject to the following conditions and limitations: $37,000 of the department of personnel service account--state appropriation is provided solely for the administrative costs associated with implementation of Senate Bill No. 5639 (education governance system). If the bill is not enacted by June 30, 2011, the amount provided in this section shall lapse.

NEW SECTION.  Sec. 149. FOR THE DEPARTMENT OF ARCHAEOLOGY AND HISTORIC PRESERVATION

General Fund--State Appropriation (FY 2012) ....................... $1,335,000
General Fund--State Appropriation (FY 2013) ....................... $1,338,000
General Fund--Federal Appropriation ................................ $1,946,000
General Fund--Private/Local Appropriation ......................... $14,000
TOTAL APPROPRIATION .................................................. $4,633,000

NEW SECTION.  Sec. 150. FOR THE DEPARTMENT OF ENTERPRISE SERVICES

General Fund--State Appropriation (FY 2012) ....................... $4,057,000
General Fund--State Appropriation (FY 2013) ....................... $4,055,000
General Fund--Federal Appropriation ................................ $184,000
General Fund--Private/Local Appropriation ......................... $368,000
Building Code Council Account--State Appropriation ............. $1,183,000
Department of Personnel Service Account--State Appropriation ........................................ $10,001,000
General Administration Service Account--State Appropriation ........................................ $27,147,000
TOTAL APPROPRIATION .................................................. $46,995,000

The appropriations in this section are subject to the following conditions and limitations:
(1) $3,090,000 of the general fund--state appropriation for fiscal year 2012 and $3,090,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the payment of facilities and services charges, utilities and contracts charges, public and historic facilities charges, and capital projects surcharges allocable to the senate, house of representatives, statute law committee, and joint legislative systems committee. The department shall allocate charges attributable to these agencies among the affected revolving funds. The department shall maintain an interagency agreement with these agencies to establish performance standards, prioritization of preservation and capital improvement projects, and quality assurance provisions for the delivery of services under this subsection. The legislative agencies named in this subsection shall continue to enjoy all of the same rights of occupancy and space use on the capitol campus as historically established.

(2) In accordance with RCW 46.08.172 and 43.135.055, the department is authorized to increase parking fees in fiscal years 2012 and 2013 as necessary to meet the actual costs of conducting business.

(3) The building code council account appropriation is provided solely for the operation of the state building code council as required by statute and modified by the standards established by executive order 10-06. The council shall not consider any proposed code amendment or take any other action not authorized by statute or in compliance with the standards established in executive order 10-06. No member of the council may receive compensation, per diem, or reimbursement for activities other than physical attendance at those meetings of the state building code council or the council's designated committees, at which the opportunity for public comment is provided generally and on all agenda items upon which the council proposes to take action.

(4) Pursuant to RCW 41.06.142(3), the department of enterprise services shall purchase the following services by contracts: Bulk printing and mailing services, real estate lease brokering, and motor pool vehicle fleet management. If the motor pool contract includes the transfer of ownership of the vehicle fleet, then provision for the payment of debt for those vehicles must be made. The office of financial management will oversee the development, negotiation, and execution of the contracts.
The amounts appropriated in this section are for implementation of Senate Bill No. 5931 (streamlining central service functions).

NEW SECTION.  Sec. 151. FOR INNOVATE WASHINGTON

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<td>General Fund--State Appropriation (FY 2013)</td>
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<td>TOTAL APPROPRIATION</td>
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(End of part)
NEW SECTION. Sec. 201. FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES

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

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

(3) The department is authorized to develop an integrated health care program designed to slow the progression of illness and disability and better manage medicaid expenditures for the aged and disabled population. Under this Washington medicaid integration partnership (WMIP), the department may combine and transfer such medicaid funds appropriated under sections 204, 206, 208, and 213 of this act as may
be necessary to finance a unified health care plan for the WMIP program
enrollment. The WMIP pilot projects shall not exceed a daily
enrollment of 6,000 persons, nor expand beyond one county during the
2011-2013 fiscal biennium. The amount of funding assigned from each
program may not exceed the average per capita cost assumed in this act
for individuals covered by that program, actuarially adjusted for the
health condition of persons enrolled, times the number of clients
enrolled. In implementing the WMIP, the department may: (a) Withhold
from calculations of "available resources" as set forth in RCW
71.24.025 a sum equal to the capitated rate for enrolled individuals;
and (b) employ capitation financing and risk-sharing arrangements in
collaboration with health care service contractors licensed by the
office of the insurance commissioner and qualified to participate in
both the medicaid and medicare programs. The department shall conduct
an evaluation of the WMIP, measuring changes in participant health
outcomes, changes in patterns of service utilization, participant
satisfaction, participant access to services, and the state fiscal
impact.

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

(5) By October 1, 2011, the department shall compile and submit to
the department of health data regarding food procurement costs for
fiscal year 2011 regarding meals and other food for both residential
and nonresidential clients, including the percentage of food purchased
from Washington sources. The data shall be reported by setting and
population, including costs per client, and be accompanied by the
department's current food purchasing policies and standards.

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

General Fund--State Appropriation (FY 2012) .......... $308,060,000
General Fund--State Appropriation (FY 2013) .......... $309,759,000
General Fund--Federal Appropriation ................. $476,077,000
General Fund--Private/Local Appropriation ............ $1,389,000

Domestic Violence Prevention Account--State Appropriation .................. $1,154,000
Education Legacy Trust Account--State Appropriation ........ $725,000

TOTAL APPROPRIATION .................. $1,097,164,000

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

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

(2) $80,872,000 of the general fund--state appropriation for fiscal year 2012, $81,251,000 of the general fund--state appropriation for fiscal year 2013, and $75,595,000 of the general fund--federal appropriation are provided solely for the department to utilize performance-based contracts as required under RCW 74.13.360(1) to obtain services for children and families.

(3) A maximum of $6,460,000 of the general fund--state appropriation and $3,540,000 of the general fund--federal appropriation for the 2011-2013 fiscal biennium are provided for a contingency reserve and these amounts are provided solely for this purpose. The contingency reserve in this subsection is established in the event that the client type composition and number of client referrals to lead agency contractors under RCW 74.13.360 exceed appropriated amounts in subsection (2) of this section. The department shall first use any under-expenditures as a result of client type composition or number of client referrals prior to using the contingency reserve. The department shall only expend an amount equal to the over-expenditure, after using under-expenditures, and shall only be as a result of client type composition changes or the number of client referrals above appropriated amounts. Before the contingency funds can be used, the over-expenditure must be greater than one percent. The department shall manage these funds on a statewide basis and only provide funds
from the contingency reserve in a monthly or quarterly basis. The
department shall continually reevaluate client type composition and
number of client referrals in order to shift funds between regions if
necessary.

(4) To ensure expenditures remain within available funds
appropriated in this section as required by RCW 74.13A.005 and
74.13A.020, the secretary shall not set the amount of any adoption
assistance payment or payments, made pursuant to RCW 26.33.320 and
74.13A.005 through 74.13A.080, to more than ninety percent of the
foster care maintenance payment for that child had he or she remained
in a foster family home during the same period. This subsection does
not apply to adoption assistance agreements in existence on the
effective date of this section.

(5) $5,369,000 of the general fund--state appropriation for fiscal
year 2012 and $5,369,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for the department to contract for
services pursuant to RCW 13.32A.030 and 74.15.220. The department
shall contract and collaborate with service providers in a manner that
maintains the availability and geographic representation of secure and
semi-secure crisis residential centers and HOPE centers. To achieve
efficiencies and increase utilization, the department shall allow the
co-location of these centers, except that a youth may not be placed in
a secure facility or the secure portion of a co-located facility except
as specifically authorized by chapter 13.32A RCW.

(6) $564,000 of the general fund--federal appropriation is provided
solely to implement Second Substitute House Bill No. 1128 (extended
foster care). If the bill is not enacted by June 30, 2011, the amount
provided in this subsection shall lapse.

(7) The appropriations in this section reflect reductions in the
appropriations for the children's administration administrative
costs. It is the intent of the legislature that these reductions
shall be achieved, to the greatest extent possible, by reducing those
administrative costs that do not affect direct client services or
direct service delivery or programs.

NEW SECTION. Sec. 203. FOR THE DEPARTMENT OF SOCIAL AND HEALTH
SERVICES--JUVENILE REHABILITATION PROGRAM
General Fund--State Appropriation (FY 2012) . . . . . . . $89,983,000
1 General Fund--State Appropriation (FY 2013) .............. $90,024,000
2 General Fund--Federal Appropriation ....................... $702,000
3 General Fund--Private/Local Appropriation ................. $1,912,000
4 Washington Auto Theft Prevention Authority Account--
   State Appropriation ..................................... $196,000
5 Juvenile Accountability Incentive Account--Federal
   Appropriation ........................................... $2,805,000
6 TOTAL APPROPRIATION ..................................... $185,622,000

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

(1) $331,000 of the general fund--state appropriation for fiscal year 2012 and $331,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for deposit in the county criminal justice assistance account for costs to the criminal justice system associated with the implementation of chapter 338, Laws of 1997 (juvenile code revisions). The amounts provided in this subsection are intended to provide funding for county adult court costs associated with the implementation of chapter 338, Laws of 1997 and shall be distributed in accordance with RCW 82.14.310.

(2) $2,716,000 of the general fund--state appropriation for fiscal year 2012 and $2,716,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the implementation of chapter 338, Laws of 1997 (juvenile code revisions). The amounts provided in this subsection are intended to provide funding for county impacts associated with the implementation of chapter 338, Laws of 1997 and shall be distributed to counties as prescribed in the current consolidated juvenile services (CJS) formula.

(3) $3,482,000 of the general fund--state appropriation for fiscal year 2012 and $3,482,000 of the general fund--state appropriation for fiscal year 2013 are provided solely to implement community juvenile accountability grants pursuant to chapter 338, Laws of 1997 (juvenile code revisions). Funds provided in this subsection may be used solely for community juvenile accountability grants, administration of the grants, and evaluations of programs funded by the grants.

(4) $1,130,000 of the general fund--state appropriation for fiscal year 2012 and $1,130,000 of the general fund--state appropriation for fiscal year 2013 are provided solely to implement alcohol and substance abuse treatment programs for locally committed offenders. The juvenile
rehabilitation administration shall award these moneys on a competitive basis to counties that submitted a plan for the provision of services approved by the division of alcohol and substance abuse. The juvenile rehabilitation administration shall develop criteria for evaluation of plans submitted and a timeline for awarding funding and shall assist counties in creating and submitting plans for evaluation.

(5) $3,373,000 of the general fund--state appropriation for fiscal year 2012 and $3,373,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for grants to county juvenile courts for the following programs identified by the Washington state institute for public policy (institute) in its October 2006 report: "Evidence-Based Public Policy Options to Reduce Future Prison Construction, Criminal Justice Costs and Crime Rates": Functional family therapy, multi-systemic therapy, aggression replacement training and interagency coordination programs, or other programs with a positive benefit-cost finding in the institute's report. County juvenile courts shall apply to the juvenile rehabilitation administration for funding for program-specific participation and the administration shall provide grants to the courts consistent with the per-participant treatment costs identified by the institute.

(6) $1,787,000 of the general fund--state appropriation for fiscal year 2012 and $1,787,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for expansion of the following treatments and therapies in juvenile rehabilitation administration programs identified by the Washington state institute for public policy in its October 2006 report: "Evidence-Based Public Policy Options to Reduce Future Prison Construction, Criminal Justice Costs and Crime Rates": Multidimensional treatment foster care, family integrated transitions, and aggression replacement training or other programs with a positive benefit-cost finding in the institute's report. The administration may concentrate delivery of these treatments and therapies at a limited number of programs to deliver the treatments in a cost-effective manner.

(7)(a) The juvenile rehabilitation administration shall administer a block grant, rather than categorical funding, of consolidated juvenile service funds, community juvenile accountability act grants, the chemical dependency disposition alternative funds, the mental health disposition alternative, and the sentencing disposition
alternative for the purpose of serving youth adjudicated in the
juvenile justice system. In making the block grant, the juvenile
rehabilitation administration shall follow the following formula and
will prioritize evidence-based programs and disposition alternatives
and take into account juvenile courts program-eligible youth in
conjunction with the number of youth served in each approved evidence-
based program or disposition alternative: (i) Thirty-seven and one-
half percent for the at-risk population of youth ten to seventeen years
old; (ii) fifteen percent for moderate and high-risk youth; (iii)
twenty-five percent for evidence-based program participation; (iv)
seventeen and one-half percent for minority populations; (v) three
percent for the chemical dependency disposition alternative; and (vi)
two percent for the mental health and sentencing dispositional
alternatives. Funding for the special sex offender disposition
alternative (SSODA) shall not be included in the block grant, but
allocated on the average daily population in juvenile courts. Funding
for the evidence-based expansion grants shall be excluded from the
block grant formula. Funds may be used for promising practices when
approved by the juvenile rehabilitation administration and juvenile
courts, through the community juvenile accountability act committee,
based on the criteria established in consultation with Washington state
institute for public policy and the juvenile courts.

(b) The juvenile rehabilitation administration shall phase the
implementation of the formula provided in subsection (1) of this
section by including a stop-loss formula of five percent in fiscal year
2012 and five percent in fiscal year 2013.

(c) The juvenile rehabilitation administration and the juvenile
courts shall establish a block grant funding formula oversight
committee with equal representation from the juvenile rehabilitation
administration and the juvenile courts. The purpose of this committee
is to assess the ongoing implementation of the block grant funding
formula, utilizing data-driven decision making and the most current
available information. The committee will be cochaired by the juvenile
rehabilitation administration and the juvenile courts, who will also
have the ability to change members of the committee as needed to
achieve its purpose. Initial members will include one juvenile court
representative from the finance committee, the community juvenile
accountability act committee, the risk assessment quality assurance
committee, the executive board of the Washington association of
juvenile court administrators, the Washington state center for court
research, and a representative of the superior court judges
association; two representatives from the juvenile rehabilitation
administration headquarters program oversight staff, two
representatives of the juvenile rehabilitation administration regional
office staff, one representative of the juvenile rehabilitation
administration fiscal staff and a juvenile rehabilitation
administration division director. The committee may make changes to
the formula categories other than the evidence-based program and
disposition alternative categories if it is determined the changes will
increase statewide service delivery or effectiveness of evidence-based
program or disposition alternative resulting in increased cost benefit
savings to the state. Long-term cost benefit must be considered.
Percentage changes may occur in the evidence-based program or
disposition alternative categories of the formula should it be
determined the changes will increase evidence-based program or
disposition alternative delivery and increase the cost benefit to the
state. These outcomes will also be considered in determining when
evidence-based expansion or special sex offender disposition
alternative funds should be included in the block grant or left
separate.

(8) The juvenile courts and administrative office of the courts
shall collect and distribute information related to program outcome and
provide access to these data systems to the juvenile rehabilitation
administration and Washington state institute for public policy.
Consistent with chapter 13.50 RCW, all confidentiality agreements
necessary to implement this information-sharing shall be approved
within 30 days of the effective date of this section. The agreements
between administrative office of the courts, the juvenile courts, and
the juvenile rehabilitation administration shall be executed to ensure
that the juvenile rehabilitation administration receives the data that
the juvenile rehabilitation administration identifies as needed to
comply with this subsection. This includes, but is not limited to,
information by program at the statewide aggregate level, individual
court level, and individual client level for the purpose of the
juvenile rehabilitation administration providing quality assurance and
oversight for the locally committed youth block grant and associated
funds and at times as specified by the juvenile rehabilitation administration as necessary to carry out these functions. The data shall be provided in a manner that reflects the collaborative work the juvenile rehabilitation administration and juvenile courts have developed regarding program outcomes that reinforce the greatest cost benefit to the state in the implementation of evidence-based practices and disposition alternatives.

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

(1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

General Fund--State Appropriation (FY 2012) ............ $322,859,000
General Fund--State Appropriation (FY 2013) ............ $327,898,000
General Fund--Federal Appropriation ..................... $469,451,000
General Fund--Private/Local Appropriation ............. $18,719,000
Hospital Safety Net Assessment Fund--State
Appropriation ............................................. $6,802,000
TOTAL APPROPRIATION ................................. $1,145,729,000

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

(a) $104,994,000 of the general fund--state appropriation for fiscal year 2012 and $104,994,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for persons and services not covered by the medicaid program. This is a reduction of $8,695,000 each fiscal year from the nonmedicaid funding that was allocated for expenditure by regional support networks during fiscal year 2011 prior to supplemental budget reductions. This $8,695,000 reduction shall be distributed among regional support networks proportional to each network's share of the total state population. To the extent possible, levels of regional support network spending shall be maintained in the following priority order: (i) Crisis and commitment services; (ii) community inpatient services; and (iii) residential care services, including personal care and emergency housing assistance.

(b) $6,590,000 of the general fund--state appropriation for fiscal year 2012, $6,590,000 of the general fund--state appropriation for fiscal year 2013, and $7,620,000 of the general fund--federal appropriation are provided solely for the department and regional
support networks to continue to contract for implementation of high-intensity programs for assertive community treatment (PACT) teams. In determining the proportion of medicaid and nonmedicaid funding provided to regional support networks with PACT teams, the department shall consider the differences between regional support networks in the percentages of services and other costs associated with the teams that are not reimbursable under medicaid. The department may allow regional support networks which have nonmedicaid reimbursable costs that are higher than the nonmedicaid allocation they receive under this section to supplement these funds with local dollars or funds received under section 204(1)(a) of this act. The department and regional support networks shall maintain consistency with all essential elements of the PACT evidence-based practice model in programs funded under this section.

(c) $5,850,000 of the general fund--state appropriation for fiscal year 2012, $5,850,000 of the general fund--state appropriation for fiscal year 2013, and $1,300,000 of the general fund--federal appropriation are provided solely for the western Washington regional support networks to provide either community- or hospital campus-based services for persons who require the level of care previously provided by the program for adaptive living skills (PALS) at western state hospital.

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

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

(f) $4,582,000 of the general fund--state appropriation for fiscal year 2012 and $4,582,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for mental health services for mentally ill offenders while confined in a county or city jail and for facilitating access to programs that offer mental health services upon release from confinement.
(g) The department is authorized to continue to contract directly, rather than through contracts with regional support networks, for children's long-term inpatient facility services.

(h) $750,000 of the general fund--state appropriation for fiscal year 2012 and $750,000 of the general fund--state appropriation for fiscal year 2013 are provided solely to continue performance-based incentive contracts to provide appropriate community support services for individuals with severe mental illness who were discharged from the state hospitals as part of the expanding community services initiative. These funds will be used to enhance community residential and support services provided by regional support networks through other state and federal funding.

(i) $1,125,000 of the general fund--state appropriation for fiscal year 2012 and $1,125,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the Spokane regional support network to implement services to reduce utilization and the census at eastern state hospital. Such services shall include:

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

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

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

(iv) Services at the sixteen-bed evaluation and treatment facility. At least annually, the Spokane regional support network shall assess the effectiveness of these services in reducing utilization at eastern state hospital, identify services that are not optimally effective, and modify those services to improve their effectiveness.

(j) $1,529,000 of the general fund--state appropriation for fiscal year 2012 and $1,529,000 of the general fund--state appropriation for fiscal year 2013 are provided solely to reimburse Pierce and Spokane counties for the cost of conducting 180-day commitment hearings at the state psychiatric hospitals. Pierce and Spokane counties shall not bill the patients' regional support networks of origin for the cost of such hearings.
(k) Regional support networks may use local funds to earn additional federal medicaid match, provided the locally matched rate does not exceed the upper-bound of their federally allowable rate range, and provided that the enhanced funding is used only to provide medicaid state plan or waiver services to medicaid clients. Additionally, regional support networks may use a portion of the state funds allocated in accordance with (a) of this subsection to earn additional medicaid match, but only to the extent that the application of such funds to medicaid services does not diminish the level of crisis and commitment, community inpatient, residential care, and outpatient services presently available to persons not eligible for medicaid.

(l) $1,015,000 of the general fund--private/local appropriation and $4,031,000 of the general fund--federal appropriation are provided solely to design and implement community-based projects for improving integration and coordination of behavioral health and medical care for persons with serious and persistent mental illness. The projects, which shall be developed and implemented in partnership with community mental health centers, regional support networks, and the medical assistance program, shall develop and test strategies for improving health and reducing medical costs for people with serious and persistent mental illness through better coordination of physical and behavioral health care. Funding shall be used for initial project start-up and training; for provision of access to electronic data for tracking and predicting participants' medical utilization; for project evaluation; and as state matching funds for the enhanced federal funding available for coordinated care management under section 2703 of the federal patient protection and affordable care act. The department shall report to appropriate committees of the legislature on project status, performance, and outcomes by November 15th of each year. For purposes of this effort, the department shall enter into an interagency agreement with the office of the attorney general for expenditure of $1,015,000 of the state's proceeds of the cy pres settlement in State of Washington vs. AstraZeneca (Seroquel).

(m) $200,000 of the general fund--state appropriation for fiscal year 2012 and $200,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the north central Washington
(n) Given the recent approval of federal medicaid matching funds for the disability lifeline and the alcohol and drug abuse treatment support act programs, the department shall charge regional support networks for only the state share rather than the total cost of community psychiatric hospitalization for persons enrolled in those programs.

(o) $750,000 of the general fund--state appropriation for fiscal year 2012, $750,000 of the general fund--state appropriation for fiscal year 2013, and $1,500,000 of the general fund--federal appropriation are provided solely to adjust regional support network capitation rates to account for the per diem rates actually paid for psychiatric care provided at hospitals participating in the certified public expenditure program operated pursuant to section 209 of this act.

(2) INSTITUTIONAL SERVICES

General Fund--State Appropriation (FY 2012) .................. $119,947,000
General Fund--State Appropriation (FY 2013) .................. $118,341,000
General Fund--Federal Appropriation ............................ $152,269,000
General Fund--Private/Local Appropriation ..................... $65,834,000

TOTAL APPROPRIATION ........................................ $456,391,000

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

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

(b) $231,000 of the general fund--state appropriation for fiscal year 2012 and $231,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for a community partnership between western state hospital and the city of Lakewood to support community policing efforts in the Lakewood community surrounding western state hospital. The amounts provided in this subsection (2)(b) are for the salaries, benefits, supplies, and equipment for one full-time investigator, one full-time police officer, and one full-time community service officer at the city of Lakewood.

(c) $45,000 of the general fund--state appropriation for fiscal year 2012 and $45,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for payment to the city of Lakewood for police services provided by the city at western state hospital and adjacent areas.

(d) $20,000,000 of the general fund--state appropriation for fiscal year 2012 and $20,000,000 of the general fund--state appropriation for fiscal year 2013 are provided solely to maintain staffed capacity to serve an average daily census in forensic wards at western state hospital of 270 patients per day during the first six months of fiscal year 2012, and 240 patients per day thereafter.

(3) SPECIAL PROJECTS

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
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<tbody>
<tr>
<td>General Fund--State Appropriation (FY 2012)</td>
<td>$1,809,000</td>
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<tr>
<td>General Fund--State Appropriation (FY 2013)</td>
<td>$1,814,000</td>
</tr>
<tr>
<td>General Fund--Federal Appropriation</td>
<td>$2,682,000</td>
</tr>
<tr>
<td><strong>TOTAL APPROPRIATION</strong></td>
<td><strong>$6,305,000</strong></td>
</tr>
</tbody>
</table>

The appropriations in this subsection are subject to the following conditions and limitations: $1,161,000 of the general fund--state appropriation for fiscal year 2012 and $1,161,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for children's evidence based mental health services. Funding is sufficient to continue serving children at the same levels as fiscal year 2009.

(4) PROGRAM SUPPORT

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
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</thead>
<tbody>
<tr>
<td>General Fund--State Appropriation (FY 2012)</td>
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</tr>
<tr>
<td>General Fund--State Appropriation (FY 2013)</td>
<td>$4,744,000</td>
</tr>
<tr>
<td>General Fund--Federal Appropriation</td>
<td>$7,156,000</td>
</tr>
<tr>
<td>General Fund--Private/Local Appropriation</td>
<td>$108,000</td>
</tr>
<tr>
<td><strong>TOTAL APPROPRIATION</strong></td>
<td><strong>$16,919,000</strong></td>
</tr>
</tbody>
</table>

(a) In accordance with RCW 43.20B.110, 43.135.055, and 71.24.035, the department is authorized to increase existing license and certification fees by up to fifty percent in fiscal years 2012 and 2013. The department's fee schedule shall have differential rates for providers with proof of accreditation from organizations that the department has determined to have substantially equivalent standards to those of the department, including but not limited to the joint commission on accreditation of health care organizations, the commission on accreditation of rehabilitation facilities, and the council on accreditation. To reflect the reduced costs associated with
regulation of accredited programs, the department's fees for
organizations with such proof of accreditation must reflect the lower
costs of licensing for these programs than for other organizations
which are not accredited.

(b) $72,000 of the general fund--state appropriation for fiscal
year 2012, $64,000 of the general fund--state appropriation for fiscal
year 2013, and $97,000 of the general fund--federal appropriation are
provided solely for implementation of Senate Bill No. 5531 (ITA
judicial services). If the bill is not enacted by June 30, 2011, the
amount provided in this subsection shall lapse.

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

(1) COMMUNITY SERVICES
General Fund--State Appropriation (FY 2012) ....................$421,959,000
General Fund--State Appropriation (FY 2013) ....................$425,973,000
General Fund--Federal Appropriation ..............................$752,898,000
General Fund--Private/Local Appropriation .......................$349,000
State Efficiency and Restructuring Account--State
  Appropriation ......................................................$13,659,000
Community Residential Investment Account--State
  Appropriation ......................................................$12,300,000
  TOTAL APPROPRIATION .............................................$1,627,138,000

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

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

(b) Amounts appropriated in this section reflect a reduction to
funds appropriated for in-home care. The department shall reduce the
number of in-home hours authorized. The reduction shall be scaled
based on the acuity level of care recipients. The largest hour
reductions shall be to lower acuity patients and the smallest hour
reductions shall be to higher acuity patients.

(c) Amounts appropriated in this section are sufficient to develop
and implement the use of a consistent, statewide outcome-based vendor
contract for employment and day services by July 1, 2012. The rates
paid to vendors under this contract shall also be made consistent. In its description of activities, the agency shall include activity listings and dollars appropriated for: Employment services, day services, child development services, and county administration of services to the developmentally disabled. The department shall begin reporting to the office of financial management on these activities in fiscal year 2010.

(d) $14,241,000 of the general fund--state appropriation for fiscal year 2012, $14,928,000 of the general fund--state appropriation for fiscal year 2013, and $29,169,000 of the general fund--federal appropriation are provided solely for state contributions for individual provider health care benefits. Pursuant to the collective bargaining agreement negotiated with the exclusive bargaining representative of individual providers established under RCW 74.39A.270, the state shall contribute to the multiemployer health benefits trust fund $1.96 per paid hour worked by individual providers.

(e)(i) $1,508,000 of the general fund--state appropriation for fiscal year 2012, $1,608,000 of the general fund--state appropriation for fiscal year 2013, and $3,117,000 of the general fund--federal appropriation are provided solely for home care agencies to purchase health coverage for home care providers. In order to negotiate the most comprehensive health benefits package for its employees, each agency may determine benefit levels according to the hours an employee works to provide state-funded personal care. At a minimum, employees who work 35 hours per week or greater must receive a comprehensive medical benefit. The department shall not pay an agency for benefits provided to an employee who otherwise receives health care coverage through other family members, other employment-based coverage, or military or veteran's coverage. The department shall require each home care agency to annually review each of its employee's available health coverage and to provide a written declaration to the department verifying that health benefits purchased with public funds are solely for employees that do not have other available coverage. Home care agencies may determine a reasonable employee copremium not to exceed 20 percent of the total benefit cost.

(ii) As an alternative, an agency provider who works a minimum of 35 hours per week may select coverage in the basic health plan provided they meet all other eligibility requirements of the basic health plan.
The department shall work cooperatively with the health care authority to facilitate enrollment of eligible home care agency providers. For eligible providers who chose coverage in the basic health plan, the department shall transfer the state's share of the premium to the health care authority on behalf of the provider.

(f) $1,127,000 of the general fund--state appropriation for fiscal year 2012, $1,199,000 of the general fund--state appropriation for fiscal year 2013, and $2,322,000 of the general fund--federal appropriation are provided solely for the state's contribution to the training partnership, as provided in RCW 74.39A.360, for instructional costs associated with the training of individual providers. House Bill No. 1548 and Senate Bill No. 5473 (long-term care worker requirements) make statutory changes to the increased training requirements and therefore the state shall contribute to the partnership $0.17 per paid hour worked by all home care workers. This amount is pursuant to the collective bargaining agreement negotiated with the exclusive bargaining representative of individual providers established under RCW 74.39A.270. Expenditures for the purposes specified in this subsection shall not exceed the amounts provided in this subsection.

(g) $475,000 of the general fund--state appropriation for fiscal year 2012, $490,000 of the general fund--state appropriation for fiscal year 2013, and $967,000 of the general fund--federal appropriation are provided solely to compensate individual providers who are not related to their clients and agency providers for time required to participate in enhanced mandatory basic training.

(h) Within the amounts appropriated in this section, the department shall revise the current working age adult policy to allow clients to choose between employment and community access activities. Clients age 21 and older who are receiving services through a home and community-based medicaid waiver shall be offered the choice to transition to a community access program after nine months of enrollment in an employment program, and the option to transition from a community access program to an employment program at any time. The department shall inform clients and their legal representatives of all available options for employment and day services. Information provided to the client and the client's legal representative shall include the types of activities each service option provides, and the amount, scope, and duration of service for which the client would be
eligible under each service option. An individual client may be authorized for only one service option from employment services, community access services, or a day services. Clients may not participate in more than one of these services at any given time.

(ii) The department shall work with the center for medicare and medicaid services to incorporate a day services option into the home and community-based medicaid waivers. The day services option shall:

(A) Be designed to promote positive growth;

(B) Provide activities that foster learning opportunities, self determination, and independent skills and abilities; and

(C) Facilitate opportunities for socialization and leisure such as music therapy, working with computers, social activities, and interaction with therapy animals.

(iii) The department shall lower the expenditure limits for employment services in the basic plus, CORE, and community protection waivers. In administering these expenditure limitations, the department shall negotiate with counties to limit direct client impacts.

(iv) $9,558,000 of the general fund--state appropriation for fiscal year 2012, $9,558,000 of the general fund--state appropriation for fiscal year 2013, and $15,827,000 of the general fund--federal appropriation are provided solely for a day services option for medicaid home and community-based waiver clients who have a developmental disability. Amounts provided in this subsection (h)(iv) are sufficient to provide a day service option to clients with developmental disabilities who are on a medicaid home and community-based services waiver, but are not receiving employment services.

(v) The appropriation in this subsection includes funding to provide employment, community access, or a day services option to 168 young adults with developmental disabilities living with their families who need employment opportunities and assistance after high school graduation.

(i) The department shall assess and determine whether it would be cost-efficient for the state to exercise the option made available under section 1915(k) of the federal social security act (42 U.S.C. Sec. 1396n(k)). If the department determines that it would be cost-efficient for the state to exercise the federal option, it shall prepare a proposal to provide home- and community-based attendant
services and supports that include assistance with activities of daily living (ADL's), instrumental activities of daily living (IADL's), and health-related tasks pursuant to section 1915(k) of the federal social security act (42 U.S.C. Sec. 1396n(k)) and submit that plan to the legislature during the next legislative session.

(j) The division of developmental disabilities may transfer funds between the community services and institutional services programs for the purpose of facilitating the consolidation and closure of residential habilitation centers pursuant to Substitute Senate Bill No. 5459 (concerning transition services for people with developmental disabilities).

(k) $3,000,000 of the general fund--state appropriation for fiscal year 2012 and $3,150,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for deposit into the community residential investment account.

(l) $13,659,000 of the state efficiency and restructuring account--state appropriation and $19,921,000 of the general fund--federal appropriation are provided solely to support residents moving from residential habilitation centers into the community. The funds may be used to provide community residential start-up costs, community provider payments, expansion of the current state operated living alternatives program, establishing new community residential capacity, providing crisis and respite services in the community, and other services and supports as necessary to facilitate transition.

(m) $6,150,000 of the community residential investment account--state appropriation and $6,150,000 of the general fund--federal appropriation are provided solely for increasing enrollment on the community-based medicaid waivers operated by the department and providing additional short-term crisis respite and regular respite for individuals with developmental disabilities and their families. Of the community residential investment account--state appropriation specified in this subsection, up to $150,000 may be expended for a study that examines potential public use of the residential habilitation centers vacated by the department.

(n) In accordance with Substitute Senate Bill No. 5092 (licensed settings for vulnerable adults), the department is authorized to increase adult family home fees in fiscal years 2012 and 2013 as
specified in this subsection to support the actual costs of conducting
licensure, inspection, and regulatory programs.

(i) The current annual renewal license fee for adult family homes
shall be increased to $136 per bed in fiscal year 2012 and $350 per bed
in fiscal year 2013.

(ii) Adult family homes shall receive a corresponding vendor rate
increase of $0.32 per medicaid patient day in fiscal year 2012 and
$0.91 per medicaid patient day in fiscal year 2013 to cover the license
fee increase for publicly funded beds.

(2) INSTITUTIONAL SERVICES
General Fund--State Appropriation (FY 2012) ................ $82,188,000
General Fund--State Appropriation (FY 2013) ................ $81,852,000
General Fund--Federal Appropriation ......................... $151,175,000
General Fund--Private/Local Appropriation .................. $20,725,000
State Efficiency and Restructuring Account--State
Appropriation .................................................. $3,715,000
TOTAL APPROPRIATION ....................................... $339,655,000

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

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

(b) $721,000 of the general fund--state appropriation for fiscal
year 2012 and $721,000 of the general fund--state appropriation for
fiscal year 2013 are for the department to fulfill its contracts with
the school districts under chapter 28A.190 RCW to provide
transportation, building space, and other support services as are
reasonably necessary to support the educational programs of students
living in residential habilitation centers.

(c) In addition to other reductions, the appropriations in this
subsection reflect reductions targeted specifically to state government
administrative costs. These administrative reductions shall be
achieved, to the greatest extent possible, by reducing those
administrative costs that do not affect direct client services or
direct service delivery or programs.

(d) The state is consolidating the number of institutions it
operates to care for clients with developmental disabilities. The
department shall cease new placements at Francis Haddon Morgan Center and Rainier School and relocate current clients to alternative placements. In doing so, the department shall conduct individual assessments, and work closely with the clients and the clients' legal representatives to develop individual transition and support plans to help ensure the clients' physical and mental health, welfare, and safety through this process.

(3) PROGRAM SUPPORT

General Fund--State Appropriation (FY 2012) .......... $1,433,000
General Fund--State Appropriation (FY 2013) .......... $1,431,000
General Fund--Federal Appropriation ............... $1,379,000
TOTAL APPROPRIATION ......................... $4,243,000

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

General Fund--State Appropriation (FY 2012) .......... $787,273,000
General Fund--State Appropriation (FY 2013) .......... $820,556,000
General Fund--Federal Appropriation ............... $1,737,016,000
General Fund--Private/Local Appropriation .......... $29,991,000
Traumatic Brain Injury Account--State Appropriation .... $3,394,000
Skilled Nursing Facility Safety Net Assessment Fund--
  State Appropriation .......................... $126,000,000
TOTAL APPROPRIATION ......................... $3,504,230,000

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

(1) For purposes of implementing chapter 74.46 RCW, the weighted average nursing facility payment rate shall not exceed $160.18 for fiscal year 2012 and shall not exceed $165.36 for fiscal year 2013, except as provided in (a) of this subsection.

(a) The legislature assumes that any necessary state plan amendments and waivers requested from the federal centers for medicare and medicaid services in relation to the safety net assessment created by House Bill No. 1722 or Substitute Senate Bill No. 5581 (nursing home safety net assessment) will be approved and implemented. Accordingly, the weighted average nursing facility payment rate shall not exceed $182.66 for fiscal year 2012 and shall not exceed $188.63 for fiscal year 2013 including the rate add-ons described in (c), (d), and (e) of this subsection. However, if the safety net assessment created by
House Bill No. 1722 or Substitute Senate Bill No. 5581 (nursing home
safety net assessment) is not approved and implemented, the rate
ceilings specified in this subsection (1)(a) are void.

(b) There will be no adjustments for economic trends and conditions
in fiscal years 2012 and 2013. The economic trends and conditions
factor or factors defined in the biennial appropriations act shall not
be compounded with the economic trends and conditions factor or factors
defined in any other biennial appropriations acts before applying it to
the component rate allocations established in accordance with chapter
74.46 RCW. When no economic trends and conditions factor for either
fiscal year is defined in a biennial appropriations act, no economic
trends and conditions factor or factors defined in any earlier biennial
appropriations act shall be applied solely or compounded to the
component rate allocations established in accordance with chapter 74.46
RCW.

(d) Within the funds provided, the department shall continue to
provide an add-on per medicaid resident day per facility not to exceed
$1.57. The add-on shall be used to increase wages, benefits, and/or
staffing levels for certified nurse aides; or to increase wages and/or
benefits for dietary aides, housekeepers, laundry aides, or any other
category of worker whose statewide average dollars-per-hour wage was
less than $15 in calendar year 2008, according to cost report data.
The add-on may also be used to address resulting wage compression for
related job classes immediately affected by wage increases to low-wage
workers. The department shall continue reporting requirements and a
settlement process to ensure that the funds are spent according to this
subsection.

(d) $15,903,000 of the skilled nursing facility safety net
assessment fund--state appropriation and $15,903,000 of the general
fund--federal appropriation are provided solely for an acuity-based
add-on to the direct care rate. The department shall determine the
resident acuity add-on pursuant to House Bill No. 1722 or Substitute
Senate Bill No. 5581 (nursing home safety net assessment) using a nine
percent add-on for facilities in the highest acuity quartile, a six
percent add-on for facilities in the next quartile, three percent for
facilities in the next quartile, and a negative one percent add-on for
facilities in the lowest acuity quartile.
(e) $34,444,000 of the skilled nursing facility safety net assessment fund--state appropriation and $34,444,000 of the general fund--federal appropriation are provided solely for a rate enhancement available to all nursing facilities participating in the state's medicaid program. The add-on shall be calculated as follows: Seven percent add-on to the direct care rate and five percent add-on to each of the therapy care, support services, and operations components. If House Bill No. 1722 or Substitute Senate Bill No. 5581 (nursing home safety net assessment) is not enacted, the amounts provided in this subsection shall lapse.

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

(g) If the waiver requested from the federal centers for medicare and medicaid services in relation to the safety net assessment created by House Bill No. 1722 or Substitute Senate Bill No. 5581 (nursing home safety net assessment) is for any reason not approved and implemented, (d), (e), and (f) of this subsection do not apply.

(h) The rate add-ons provided in (d) and (e) of this subsection are discretionary and are provided in addition to the base nursing facility rate. The legislature has examined actual nursing facility cost information and the legislature finds that the nursing facility rates funded pursuant to the budget dials specified in this subsection (1), excluding (a) of this subsection (1), are sufficient to reimburse efficient and economically operating homes. The legislature's choice to fund the add-ons specified in subsections (d) and (e) of this subsection in any year is not indicative of an obligation to fund the add-ons in any subsequent year.

(2) In accordance with chapter 74.46 RCW, the department shall issue no additional certificates of capital authorization for fiscal year 2012 and no new certificates of capital authorization for fiscal year 2013 and shall grant no rate add-ons to payment rates for capital improvements not requiring a certificate of need and a certificate of capital authorization for fiscal years 2012 and 2013.

(3) The long-term care program may develop and pay enhanced rates for exceptional care to nursing homes for persons with traumatic brain
injuries who are transitioning from hospital care. The cost per patient day for caring for these clients in a nursing home setting may be equal to or less than the cost of caring for these clients in a hospital setting.

(4) Amounts appropriated in this section reflect a reduction to funds appropriated for in-home care. The department shall reduce the number of in-home hours authorized. The reduction shall be scaled based on the acuity level of care recipients. The largest hour reductions shall be to lower acuity patients and the smallest hour reductions shall be to higher acuity patients.

(5) $27,279,000 of the general fund--state appropriation for fiscal year 2012, $28,827,000 of the general fund--state appropriation for fiscal year 2013, and $56,106,000 of the general fund--federal appropriation are provided solely for state contributions for individual provider health care benefits. Pursuant to the collective bargaining agreement negotiated with the exclusive bargaining representative of individual providers established under RCW 74.39A.270, the state shall contribute to the multiemployer health benefits trust fund $1.96 per paid hour worked by individual providers.

(6)(a) $13,575,000 of the general fund--state appropriation for fiscal year 2012, $14,476,000 of the general fund--state appropriation for fiscal year 2013, and $28,053,000 of the general fund--federal appropriation are provided solely for health coverage for home care agency providers. In order to negotiate the most comprehensive health benefits package for its employees, each agency may determine benefit levels according to the hours an employee works to provide state-funded personal care. At a minimum, employees who work 35 hours a week or greater must receive a comprehensive medical benefit. The department shall not pay an agency for benefits provided to an employee who otherwise receives health care coverage through other family members, other employment-based coverage, or military or veteran's coverage. The department shall require annually, each home care agency to review each of its employee's available health coverage and to provide a written declaration to the department verifying that health benefits purchased with public funds are solely for employees that do not have other available coverage. Home care agencies may determine a reasonable employee copremium not to exceed 20 percent of the total benefit cost.
(b) As an alternative, an agency provider who works a minimum of 35 hours per week may select coverage in the basic health plan provided they meet all other eligibility requirements for the basic health plan. The department of social and health services shall work cooperatively with the health care authority to facilitate enrollment of eligible home care agency providers. For eligible providers who chose coverage in the basic health plan, the department shall transfer the state's share of the premium to the health care authority on behalf of the provider.

(7) $2,063,000 of the general fund--state appropriation for fiscal year 2012, $2,195,000 of the general fund--state appropriation for fiscal year 2013, and $4,260,000 of the general fund--federal appropriation are provided solely for the state's contribution to the training partnership, as provided in RCW 74.39A.360, for instructional costs associated with the training of individual providers. House Bill No. 1548 and Senate Bill No. 5473 (long-term care worker requirements) make statutory changes to the increased training requirements and therefore the state shall contribute to the partnership $0.17 per paid hour worked by all home care workers. This amount is pursuant to the collective bargaining agreement negotiated with the exclusive bargaining representative of individual providers established under RCW 74.39A.270. Expenditures for the purposes specified in this subsection shall not exceed the amounts provided in this subsection.

(8) $1,775,000 of the general fund--state appropriation for fiscal year 2012, $1,866,000 of the general fund--state appropriation for fiscal year 2013, and $3,642,000 of the general fund--federal appropriation are provided solely to compensate individual providers who are not related to their clients and agency providers for time required to participate in enhanced mandatory basic training.

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

(10) The department shall assess and determine whether it would be cost-efficient for the state to exercise the option made available under section 1915(k) of the federal social security act (42 U.S.C. Sec. 1396n(k)). If the department determines that it would be cost efficient for the state to exercise the federal option, it shall
prepare a proposal to provide home- and community-based attendant
services and supports that include assistance with activities of daily
living (ADL's), instrumental activities of daily living (IADL's), and
health-related tasks pursuant to section 1915(k) of the federal social
security act (42 U.S.C. Sec. 1396n(k)) and submit that plan to the
legislature during the subsequent legislative session.

(11) The department shall eliminate the adult day health program
under the state plan 1915(i) option and shall reestablish it under the
long-term care home and community-based waiver. The department shall
also establish a day services option under the developmental
disabilities home and community-based service waivers.

(12) $4,588,000 of the general fund--state appropriation for fiscal
year 2012, $4,559,000 of the general fund--state appropriation for
fiscal year 2013, and $9,237,000 of the general fund--federal
appropriation are provided solely for the continued operation of
community residential and support services for persons who are older
adults or who have co-occurring medical and behavioral disorders and
who have been discharged or diverted from a state psychiatric hospital.
These funds shall be used to serve individuals whose treatment needs
constitute substantial barriers to community placement, who no longer
require active psychiatric treatment at an inpatient hospital level of
care, and who no longer meet the criteria for inpatient involuntary
commitment.

(13) $1,840,000 of the general fund--state appropriation for fiscal
year 2012 and $1,877,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for operation of the volunteer
services program. Funding shall be prioritized towards serving
populations traditionally served by long-term care services to include
senior citizens and persons with disabilities.

(14) In accordance with Substitute Senate Bill No. 5092 (licensed
settings for vulnerable adults) nursing facility and adult family home
fees are increased in fiscal years 2012 and 2013 as specified in this
subsection to support the costs of conducting licensure, inspection,
and regulatory programs.

(a) The current annual renewal license fee for nursing facilities
shall be increased to $359 per bed beginning in fiscal year 2012 and
assumes $517,000 of the general fund--private/local appropriation.
Nursing facilities shall receive a vendor rate increase of $0.08 per medicaid patient day to cover the license fee increase for publicly funded beds.

(b) The current annual renewal license fee for adult family homes shall be increased to $136 per bed in fiscal year 2012 and $350 per bed in fiscal year 2013. Adult family homes shall receive a corresponding vendor rate increase of $0.32 per medicaid patient day in fiscal year 2012 and $0.91 per medicaid patient day in fiscal year 2013 to cover the license fee increase for publicly funded beds.

(c) $338,000 of the general fund--state appropriation for fiscal year 2012, $370,000 of the general fund--state appropriation for fiscal year 2013, and $708,000 of the general fund--federal appropriation are provided solely for additional investigative resources to address complaints about provider practices as well as alleged abuse, neglect, abandonment, and exploitation of residents in adult family homes. The department shall develop a statewide internal quality review and accountability program to improve the accountability of staff and the consistent application of investigative activities, and shall provide information and support to the long-term care ombudsman's adult family home quality assurance panel. If Substitute Senate Bill No. 5092 (licensed settings for vulnerable adults) is not enacted by June 30, 2011, the amounts provided in this subsection shall lapse.

(15) $3,316,000 of the traumatic brain injury account--state appropriation is provided solely to continue services for persons with traumatic brain injury (TBI) as defined in Substitute House Bill No. 1614 (traumatic brain injury strategic partnership).

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

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

General Fund--State Appropriation (FY 2012) ............$510,835,000
General Fund--State Appropriation (FY 2013) ............$512,698,000
General Fund--Federal Appropriation .....................$1,042,110,000
General Fund--Private/Local Appropriation ...............$30,592,000

TOTAL APPROPRIATION ...............................$2,096,235,000
The appropriations in this section are subject to the following conditions and limitations:

(1) $242,143,000 of the general fund--state appropriation for fiscal year 2012, $242,727,000 of the general fund--state appropriation for fiscal year 2013, and $479,539,000 of the general fund--federal appropriation are solely provided for temporary assistance for needy families cash grants, working connections child care, seasonal child care, tribal temporary assistance for needy families state maintenance of effort, diversion cash assistance, and consolidated emergency assistance program. Under section 2 of Senate Bill No. 5921, the amounts in this subsection assume that any participant in the temporary assistance for needy families where their participation is suspended and does not volunteer to participate in WorkFirst services or unsubsidized employment does not receive child care subsidies or WorkFirst subsidies as a condition of the suspension.

(a) Within the amounts provided in this subsection, $1,414,000 of the general fund--state appropriation for fiscal year 2012 and $5,150,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the implementation and administration of the electronic benefit transfer system under section 10 of Senate Bill No. 5921. The department shall transfer these amounts to the department of early learning for the implementation and administration of the project.

(2) $142,766,000 of the general fund--federal appropriation is provided solely for WorkFirst services and shall not exceed $139,197,000 unless the department uses competitive performance-based contracting to select the public or private vendors or partner agencies to provide services in the WorkFirst program no later than June 30, 2012, under section 3 of Senate Bill No. 5921. The legislature will determine whether the condition will be met in the 2012 omnibus appropriations act and the department and WorkFirst subcabinet shall provide all necessary information to the legislature for its consideration and determination.

(3) $55,481,000 of the general fund--state appropriation for fiscal year 2012, $54,896,000 of the general fund--state appropriation for fiscal year 2013, and $41,343,000 of the general fund--federal appropriation are provided solely for the department of social and...
health services staffing related to WorkFirst and section 8 of Senate Bill No. 5921.

(a) The department shall create a temporary assistance for needy families budget structure that allows for more transparent tracking of budget units and subunits of expenditures where these units and subunits are mutually exclusive from other department budget units and within the temporary assistance for needy families budget units. The budget structure shall follow the organization of subsections (1) through (4) in this section.

(4) $20,260,000 of the general fund--federal appropriation is provided solely for a contingency reserve in the event the temporary assistance for needy families cash benefit is projected to exceed forecasted amounts by more than one percent. The department shall only expend an amount equal to the forecasted over expenditure. For purposes of this subsection, the temporary assistance forecast shall be completed every quarter and follow a similar schedule of the caseload forecast council forecasts.

(5)(a) $7,054,000 of the general fund--state appropriation for fiscal year 2012 and $9,216,000 of the general fund--state appropriation for fiscal year 2013, in addition to supplemental security income (SSI) recoveries, are provided solely for cash assistance in the disability lifeline-expedited program housing and nonhousing components per Senate Bill No. .... (disability lifeline). These amounts include the transfer of disability lifeline-disabled clients who meet social security income citizenship standards into the disability lifeline-expedited program.

(b) The department shall work with the department of commerce to jointly coordinate referrals and eligibility for the disability lifeline-expedited housing component clients.

(6) To ensure expenditures remain within available funds appropriated in this section, the legislature establishes the benefit under the state food assistance program, pursuant to RCW 74.08A.120, to be fifty percent of the federal supplemental nutrition assistance program benefit amount.

(7) The appropriations in this section reflect reductions in the appropriations for the economic services administration's administrative expenses. It is the intent of the legislature that
these reductions shall be achieved, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or program.

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

General Fund--State Appropriation (FY 2012) ................ $74,910,000
General Fund--State Appropriation (FY 2013) ................ $75,716,000
General Fund--Federal Appropriation ....................... $139,221,000
General Fund--Private/Local Appropriation ............... $2,086,000
Criminal Justice Treatment Account--State
   Appropriation .................................................... $17,760,000
Problem Gambling Account--State Appropriation ........... $1,455,000
TOTAL APPROPRIATION ........................................... $311,148,000

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

(1) Within the amounts appropriated in this section, the department may contract with the University of Washington and community-based providers for the provision of the parent-child assistance program. For all contractors, indirect charges for administering the program shall not exceed ten percent of the total contract amount.

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

(3) In accordance with RCW 70.96A.090 and 43.135.055, the department is authorized to increase fees for the review and approval of treatment programs in fiscal years 2012 and 2013 as necessary to support the costs of the regulatory program. The department's fee schedule shall have differential rates for providers with proof of accreditation from organizations that the department has determined to have substantially equivalent standards to those of the department, including but not limited to the joint commission on accreditation of health care organizations, the commission on accreditation of rehabilitation facilities, and the council on accreditation. To reflect the reduced costs associated with regulation of accredited
programs, the department's fees for organizations with such proof of accreditation must reflect the lower cost of licensing for these programs than for other organizations which are not accredited.

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

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

General Fund--State Appropriation (FY 2012) ........... $2,142,136,000
General Fund--State Appropriation (FY 2013) ........... $2,208,003,000
General Fund--Federal Appropriation .................... $5,519,072,000
General Fund--Private/Local Appropriation .............. $57,771,000
Emergency Medical Care and Trauma Care Systems
   Trust Account--State Appropriation .................. $15,081,000
Hospital Safety Net Assessment Fund--State
   Appropriation ........................................ $404,438,000
Medicaid Fraud Penalty Account--State Appropriation .... $15,182,000
   TOTAL APPROPRIATION ............................... $10,361,683,000

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

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

(2) In determining financial eligibility for medicaid-funded services, the department is authorized to disregard recoveries by Holocaust survivors of insurance proceeds or other assets, as defined in RCW 48.104.030.

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

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

(5) $7,102,000 of the general fund--state appropriation for fiscal year 2012, $7,102,000 of the general fund--state appropriation for fiscal year 2013, and $14,204,000 of the general fund--federal appropriation are provided solely for low-income care disproportionate share hospital payments under RCW 74.09.730(1)(a).

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

(7) The department shall continue the inpatient hospital certified public expenditures program for the 2011-2013 fiscal biennium. The program shall apply to all public hospitals, including those owned or operated by the state, except those classified as critical access hospitals or state psychiatric institutions. The department shall submit reports to the governor and legislature by November 1, 2011, and by November 1, 2012, that evaluate whether savings continue to exceed costs for this program. If the certified public expenditures (CPE) program in its current form is no longer cost-effective to maintain,
the department shall submit a report to the governor and legislature
detailing cost-effective alternative uses of local, state, and federal
resources as a replacement for this program. During fiscal year 2012
and fiscal year 2013, hospitals in the program shall be paid and shall
retain one hundred percent of the federal portion of the allowable
hospital cost for each medicaid inpatient fee-for-service claim payable
by medical assistance and one hundred percent of the federal portion of
the maximum disproportionate share hospital payment allowable under
federal regulations. Inpatient medicaid payments shall be established
using an allowable methodology that approximates the cost of claims
submitted by the hospitals. Payments made to each hospital in the
program in each fiscal year of the biennium shall be compared to a
baseline amount. The baseline amount will be determined by the total
of (a) the inpatient claim payment amounts that would have been paid
during the fiscal year had the hospital not been in the CPE program
based on the reimbursement rates developed, implemented, and consistent
with policies approved in the 2011-13 biennial operating appropriations
act and in effect on July 1, 2011, (b) one half of the indigent
assistance disproportionate share hospital payment amounts paid to and
retained by each hospital during fiscal year 2005, and (c) all of the
other disproportionate share hospital payment amounts paid to and
retained by each hospital during fiscal year 2005 to the extent the
same disproportionate share hospital programs exist in the 2011-13
biennium. If payments during the fiscal year exceed the hospital's
baseline amount, no additional payments will be made to the hospital
except the federal portion of allowable disproportionate share hospital
payments for which the hospital can certify allowable match. If
payments during the fiscal year are less than the baseline amount, the
hospital will be paid a state grant equal to the difference between
payments during the fiscal year and the applicable baseline amount.
Payment of the state grant shall be made in the applicable fiscal year
and distributed in monthly payments. The grants will be recalculated
and redistributed as the baseline is updated during the fiscal year.
The grant payments are subject to an interim settlement within eleven
months after the end of the fiscal year. A final settlement shall be
performed. To the extent that either settlement determines that a
hospital has received funds in excess of what it would have received as
described in this subsection, the hospital must repay the excess
amounts to the state when requested. $32,673,000 of the general
fund--state appropriation for fiscal year 2012, of which $6,570,000 is
appropriated in section 204(1) of this act, and $29,693,000 of the
general fund--state appropriation for fiscal year 2013, of which
$6,570,000 is appropriated in section 204(1) of this act, are provided
solely for state grants for the participating hospitals. CPE hospitals
will receive the inpatient and outpatient reimbursement rate
restorations in RCW 74.60.080 and rate increases in RCW 74.60.090
funded through the hospital safety net assessment fund rather than
through the baseline mechanism specified in this subsection.

(8) The contract with the managed care plan to provide services for
disability lifeline clients shall be designed to incentivize care in
the most appropriate setting, including maximizing primary care- based
services and optimizing appropriate hospital utilization and savings.
The department may include shared savings or other risk sharing
arrangements in the contract with the managed care plan in order to
incentivize aggressive management of hospital services, including prior
authorization, concurrent review, and discharge planning. In
determining the allocation of shared savings, the health care authority
shall consider the appropriate balance between incentivizing aggressive
management of hospital services by the managed care plan and realizing
budgetary savings from the state's investment in the inclusion of care
management and mental health services in the managed care contract.

(9) The department shall evaluate the impact of the use of a
managed care delivery and financing system on state costs and outcomes
for lifeline medical clients. Outcomes measured shall include state
costs, utilization, changes in mental health status and symptoms, and
involvement in the criminal justice system.

(10) The department shall seek public-private partnerships and
federal funds that are or may become available to provide on-going
support for outreach and education efforts under the federal children's
health insurance program reauthorization act of 2009.

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

(12) For children with family incomes above 200 percent of the federal poverty level in the state-funded children's health program for children who are not eligible for coverage under the federally funded children's health insurance program, premiums shall be set every two years in an amount equal to the average state-only share of the per capita cost of coverage in the state-funded children's health program for children in families with incomes at or less than two hundred percent of the federal poverty level.

(13) $704,000 of the general fund--state appropriation for fiscal year 2012, $726,000 of the general fund--state appropriation for fiscal year 2013, and $1,431,000 of the general fund--federal appropriation are provided solely for disproportionate share hospital payments to hospitals that provide services to children in the children's health program who are not eligible for services under Title XIX or XXI of the federal social security act due to their citizenship status.

(14) $998,000 of the general fund--state appropriation for fiscal year 2012, $979,000 of the general fund--state appropriation for fiscal year 2013, and $1,980,000 of the general fund--federal appropriation are provided solely to increase prior authorization activities for advanced imaging procedures.

(15) $249,000 of the general fund--state appropriation for fiscal year 2012, $246,000 of the general fund--state appropriation for fiscal year 2013, and $495,000 of the general fund--federal appropriation are provided solely to increase prior authorization activities for surgical procedures, which may include orthopedic procedures, spinal procedures and interventions, and nerve procedures.

(16) $300,000 of the general fund--private/local appropriation and $300,000 of the general fund--federal appropriation are provided solely for a prescriptive practices improvement collaborative focusing upon atypical antipsychotics and other medications commonly used in the treatment of severe and persistent mental illnesses among adults. The project shall promote collaboration among community mental health centers, other major prescribers of atypical antipsychotic medications.
to adults enrolled in state medical assistance programs, and psychiatrists, pharmacists, and other specialists at the University of Washington department of psychiatry and/or other research universities. The collaboration shall include patient-specific prescriber consultations by psychiatrists and pharmacists specializing in treatment of severe and persistent mental illnesses among adults; production of profiles to assist prescribers and clinics in tracking their prescriptive practices and their patients' medication use and adherence relative to evidence-based practices guidelines, other prescribers, and patients at other clinics; and in-service seminars at which participants can share and increase their knowledge of evidence-based and other effective prescriptive practices. The department shall enter into an interagency agreement with the office of the attorney general for expenditure of $300,000 of the state's proceeds of the cy pres settlement in State of Washington v. AstraZeneca (Seroquel) for this purpose.

(17) $80,000 of the general fund--state appropriation for fiscal year 2012, $80,000 of the general fund--state appropriation for fiscal year 2013, and $160,000 of the general fund--federal appropriation are provided solely to fund the Tacoma-Pierce county health department for access and outreach activities to reduce infant mortality.

(18) $75,000 of the general fund--state appropriation for fiscal year 2012, $75,000 of the general fund--state appropriation for fiscal year 2013, and $150,000 of the general fund--federal appropriation are provided solely to assist with development and implementation of evidence-based strategies regarding the appropriate, safe, and effective role of C-section surgeries and early induced labor in births and neonatal care. The strategies shall be identified and implemented in consultation with clinical research specialists, physicians, hospitals, advanced registered nurse practitioners, and organizations concerned with maternal and child health.

(19) $395,000 of the general fund--state appropriation for fiscal year 2012, $395,000 of the general fund--state appropriation for fiscal year 2013, and $790,000 of the general fund--federal appropriation are provided solely for continued operation of the dental education in care of persons with disabilities (DECOD) program at the University of Washington.
(20) $112,000 of the general fund--state appropriation for fiscal year 2012, $112,000 of the general fund--state appropriation for fiscal year 2013, and $1,928,000 of the general fund--federal appropriation are provided solely for the provider incentive program and other initiatives related to the health information technology Medicaid plan.

(21) $1,439,000 of the general fund--state appropriation for fiscal year 2012, $1,228,000 of the general fund--state appropriation for fiscal year 2013, and $2,890,000 of the general fund--federal appropriation are provided solely for efforts to reduce Medicaid fraud and abuse and to seek coverage or recovery from other medical payers.

(22) $2,926,000 of the general fund--local appropriation and $2,928,000 of the general fund--federal appropriation are provided solely to support medical airlift services.

(23) The appropriations in this section are sufficient to enroll an average of 12,650 persons per month in the medical care component of the disability lifeline program during fiscal year 2012, and an average of 11,750 persons per month in the program during fiscal year 2013. Pursuant to RCW 74.09.035(1), the department shall manage new admissions and establish a waiting list for program benefits to the extent necessary to operate within these budgeted enrollment levels.

(24) The appropriations in this section are sufficient to enroll an average of 3,250 persons per month in the medical care component of the alcohol and drug abuse treatment support act during fiscal year 2012, and an average of 3,140 persons per month in the program during fiscal year 2013. Pursuant to RCW 74.09.035(1), the department shall manage new admissions and establish a waiting list for program benefits to the extent necessary to operate within these budgeted enrollment levels.

(25) The appropriations in this section assume enactment of Senate Bill No. 5929 and are sufficient to enroll an average of 23,350 persons per month during fiscal year 2012 in the medical care program for children ineligible for nonemergency coverage under title XIX or title XXI of the federal social security act, and an average of 22,500 persons per month in the program during fiscal year 2013. Pursuant to RCW 74.09.470 as amended by Senate Bill No. 5929, the department shall manage new admissions and establish a waiting list for program benefits to the extent necessary to operate within these budgeted enrollment levels.
(26) $5,092,000 of the general fund--state appropriation for fiscal year 2012, $5,270,000 of the general fund--state appropriation for fiscal year 2013, $9,846,000 of the general fund--private/local appropriation, and $20,207,000 of the general fund--federal appropriation are provided solely for continued provision of school-based medical services by means of an intergovernmental transfer arrangement. Under the arrangement, the state and school districts shall share equally in the provision of the nonfederal matching funds required for receipt of federal medicaid funding for the service.

(27) $263,000 of the general fund--state appropriation for fiscal year 2012, $88,000 of the general fund--state appropriation for fiscal year 2013, and $351,000 of the general fund--federal appropriation are provided solely for development and submission to the federal government by October 1, 2011, of a demonstration project proposal as provided in Substitute Senate Bill No. 5596.

(28) $19,000 of the general fund--state appropriation for fiscal year 2012, $17,000 of the general fund--state appropriation for fiscal year 2013, and $34,000 of the general fund--federal appropriation are provided solely to support a partnership among the department of social and health services, the department of health, and agencies that deliver medical care and behavioral health services in Cowlitz county. The partnership shall identify and recommend strategies for resolving regulatory, licensing, data management, reporting, and funding barriers to more effective integration of primary medical and behavioral health care services in the county.

(29) $173,000 of the general fund--state appropriation for fiscal year 2012, $173,000 of the general fund--state appropriation for fiscal year 2013, and $346,000 of the general fund--federal appropriation are provided solely to facilitate development of primary medical homes for persons with multiple chronic disabilities that will qualify for 90 percent federal matching funds in accordance with section 2703 of the federal patient protection and affordable care act.

(30) $4,761,000 of the general fund--state appropriation for fiscal year 2012, $4,066,000 of the general fund--state appropriation for fiscal year 2013, and $17,281,000 of the general fund--federal appropriation are provided solely for spoken-language interpreter services. The department shall develop and implement a new model for
delivery of such services no later than January 1, 2012. The model shall include:

(a) Development by the department, in consultation with subject-area experts, of guidelines to assist medical practitioners identify the circumstances under which it is appropriate to use telephonic or video-remote interpreting;

(b) A direct contract with no more than two organizations to manage delivery of medical interpretation services statewide;

(c) The requirement that the delivery organization subcontract only with language access providers working in the state who are certified by the state, except that when a state-certified language access provider is not available, the organization may use a provider with other certifications or qualifications deemed to meet state standards; and

(d) Provision of a secure, web-based tool that medical practitioners will use to schedule appointments for interpreter services and to identify the most appropriate, cost-effective method of service delivery in accordance with the state guidelines, and that language access providers can use to track hours and bill for payment.

(31) In its procurement of contractors for delivery of medical managed care services for nondisabled, nonelderly persons, the medical assistance program shall (a) place substantial emphasis upon price competition in the selection of successful bidders; and (b) not require delivery of any services that would increase the actuarial cost of service beyond the levels included in current healthy options contracts.

(32) $1,430,000 of the general fund--state appropriation for fiscal year 2012, $1,430,000 of the general fund--state appropriation for fiscal year 2013, and $2,860,000 of the general fund--federal appropriation are provided solely to pay federally-designated rural health clinics their standard encounter rate for prenatal and well-child visits, whether delivered under a managed care contract or fee-for-service. In reconciling managed care enhancement payments for calendar years 2009 and 2010, the department shall treat well-child and prenatal care visits as encounters subject to the clinic's encounter rate.

(33) The medical assistance program shall continue to purchase
power wheelchairs for all nursing home residents for whom they are
determined to be medically necessary, and shall not limit such
purchases to only those residents who are in school or employed.

(34) $280,000 of the general fund--state appropriation for fiscal
year 2012 and $282,000 of the general fund--federal appropriation are
provided solely to increase utilization management of drugs and drug
classes for which there is evidence of over-utilization, off-label use,
excessive dosing, duplicative therapy, or opportunities to shift
utilization to less expensive, equally effective formulations.

(35) The department shall purchase a brand name drug when it
determines that the cost of the brand name drug after rebates is less
than the cost of generic alternatives and that purchase of the brand
rather than generic version can save at least $250,000. The department
may purchase generic alternatives when changes in market prices make
the price of the brand name drug after rebates more expensive than the
generic alternatives.

(36) $70,000 of the general fund--state appropriation for fiscal
year 2012, $70,000 of the general fund--state appropriation for fiscal
year 2013, and $140,000 of the general fund--federal appropriation are
provided solely to continue operation by a nonprofit organization of a
toll-free hotline that assists families to learn about and enroll in
the apple health for kids program.

NEW SECTION. Sec. 210. FOR THE DEPARTMENT OF SOCIAL AND HEALTH
SERVICES--VOCA TIONAL REHABILITATION PROGRAM

General Fund--State Appropriation (FY 2012) ............... $11,672,000
General Fund--State Appropriation (FY 2013) ............... $11,778,000
General Fund--Federal Appropriation ....................... $102,622,000
Telecommunications Devices for the Hearing and
Speech Impaired--State Appropriation ....................... $2,775,000
TOTAL APPROPRIATION ................................. $128,847,000

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

(1) The vocational rehabilitation program shall coordinate closely
with the economic services program to serve lifeline clients under
chapter 8, Laws of 2010 1st sp. sess. who are referred for eligibility
determination and vocational rehabilitation services, and shall make
every effort, within the requirements of the federal rehabilitation act of 1973, to serve these clients.

(2) $480,000 of the telecommunications devices for the hearing and speech impaired account--state appropriation is provided solely for the office of deaf and hard of hearing to contract for services that provide employment support and help with life activities for deaf-blind individuals in King county.

NEW SECTION. Sec. 211. FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--SPECIAL COMMITMENT PROGRAM
General Fund--State Appropriation (FY 2012) ........... $55,871,000
General Fund--State Appropriation (FY 2013) ........... $55,649,000
TOTAL APPROPRIATION ......................... $111,520,000

The appropriations in this section are subject to the following conditions and limitations: $8,978,000 of the general fund--state appropriation for fiscal year 2012 and $8,978,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for increased legal expenses resulting from the state supreme court's ruling in In re McCuistion.

NEW SECTION. Sec. 212. FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ADMINISTRATION AND SUPPORTING SERVICES PROGRAM
General Fund--State Appropriation (FY 2012) ........... $25,286,000
General Fund--State Appropriation (FY 2013) ........... $24,681,000
General Fund--Federal Appropriation .................. $44,076,000
General Fund--Private/Local Appropriation .............. $716,000
Performance Audits of State Government--State
Appropriation ...................................... $4,812,000
TOTAL APPROPRIATION ......................... $99,571,000

The appropriations in this section are subject to the following conditions and limitations:
(1) $300,000 of the general fund--state appropriation for fiscal year 2012 and $300,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the Washington state mentors program to continue its public-private partnerships to provide technical assistance and training to mentoring programs that serve at-risk youth.
(2) $445,000 of the general fund--state appropriation for fiscal year 2012 and $445,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for funding of the teamchild project through the governor's juvenile justice advisory committee.

(3) $178,000 of the general fund--state appropriation for fiscal year 2012 and $178,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the juvenile detention alternatives initiative.

(4) $250,000 of the general fund--state appropriation for fiscal year 2012 and $250,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for support of the community initiative project that will be targeted at supporting evidence-based community programs and partnering with private nonprofit entities to address adverse childhood events.

(5) $4,812,000 of the performance audits of state government--state appropriation is provided solely for support and expansion of the division of fraud investigation. The division shall conduct investigatory and enforcement activities for all department programs, including the child support and TANF programs.

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

General Fund--State Appropriation (FY 2012) .............. $67,348,000
General Fund--State Appropriation (FY 2013) .............. $64,938,000
General Fund--Federal Appropriation ...................... $55,836,000
TOTAL APPROPRIATION ...................................... $188,122,000

The appropriations in this section are subject to the following conditions and limitations: $2,272,000 of the general fund--state appropriation for fiscal year 2012 and $2,272,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for increased legal expenses resulting from the state supreme court's ruling in In re McCuistion.

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

General Fund--State Appropriation (FY 2012) .............. $62,011,000
General Fund--State Appropriation (FY 2013) .............. $57,987,000
General Fund--Federal Appropriation ...................... $138,831,000
State Health Care Authority Administration Account--
State Appropriation ......................... $35,065,000
Medical Aid Account--State Appropriation ................ $535,000
TOTAL APPROPRIATION ....................... $294,429,000

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

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

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

(3) The administrator shall take at least the following actions to assure that persons participating in the basic health plan are eligible for the level of assistance they receive: (a) Require submission of (i) income tax returns, and recent pay history, from all applicants, or (ii) other verifiable evidence of earned and unearned income from those persons not required to file income tax returns; (b) check employment security payroll records at least once every twelve months on all enrollees; (c) require enrollees whose income as indicated by payroll records exceeds that upon which their subsidy is based to document their current income as a condition of continued eligibility; (d) require enrollees for whom employment security payroll records cannot be obtained to document their current income at least once every six months; (e) not reduce gross family income for self-employed persons by noncash-flow expenses such as, but not limited to, depreciation, amortization, and home office deductions, as defined by the United States internal revenue service; and (f) pursue repayment and civil penalties from persons who have received excessive subsidies, as provided in RCW 70.47.060(9).
(4) Enrollment in the subsidized basic health plan shall be limited to only include persons who qualify as subsidized enrollees as defined in RCW 70.47.020 and who (a) qualify for services under 1115 medicaid demonstration project number 11-W-00254/10; or (b) are foster parents licensed under chapter 74.15 RCW.

(5) $23,700,000 of the general fund--federal appropriation is provided solely for planning and implementation of a health benefit exchange under the federal patient protection and affordable care act. Within the amounts provided in this subsection, funds used by the authority for information technology projects are conditioned on the authority satisfying the requirements of section 902 of this act.

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

General Fund--State Appropriation (FY 2012) ...................... $2,349,000
General Fund--State Appropriation (FY 2013) ...................... $2,361,000
General Fund--Federal Appropriation ............................... $1,994,000
TOTAL APPROPRIATION .............................................. $6,704,000

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

APPEALS

Worker and Community Right-to-Know Account--State Appropriation .................. $10,000
Accident Account--State Appropriation ............................... $21,561,000
Medical Aid Account--State Appropriation ........................... $21,561,000
TOTAL APPROPRIATION .............................................. $43,132,000

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

(1) $36,000 of the accident account--state appropriation and $36,000 of the medical account--state appropriation are solely provided for Engrossed Substitute Senate Bill No. 5068 (violation abatement). If the bill is not enacted by June 30, 2011, the amounts provided in this subsection shall lapse.

(2) $16,000 of the accident account--state appropriation and $16,000 of the medical account--state appropriation are solely provided for Substitute Senate Bill No. 5801 (medical provider networks). If the bill is not enacted by June 30, 2011, the amounts provided in this subsection shall lapse.
(3) $3,266,000 of the accident account--state appropriation and $3,266,000 of the medical account--state appropriation are solely provided for Engrossed Senate Bill No. 5566 (long-term disabilities). If the bill is not enacted by June 30, 2011, the amounts provided in this subsection shall lapse.

NEW SECTION. Sec. 217. FOR THE CRIMINAL JUSTICE TRAINING COMMISSION

General Fund--State Appropriation (FY 2012) ............. $14,947,000
General Fund--State Appropriation (FY 2013) ............. $14,938,000
General Fund--Federal Appropriation ..................... $456,000
General Fund--Private/Local Appropriation .............. $4,631,000
Death Investigations Account--State Appropriation .... $148,000
Municipal Criminal Justice Assistance Account--
State Appropriation ...................................... $460,000
Washington Auto Theft Prevention Authority Account--
State Appropriation ...................................... $11,546,000
TOTAL APPROPRIATION ................................. $47,126,000

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

(1) $5,000,000 of the general fund--state appropriation for fiscal year 2012 and $5,000,000 of the general fund--state appropriation for fiscal year 2013, are provided to the Washington association of sheriffs and police chiefs solely to verify the address and residency of registered sex offenders and kidnapping offenders under RCW 9A.44.130.

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

(3) $100,000 of the general fund--state appropriation for fiscal year 2012 and $100,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for a school safety program. The commission, in collaboration with the school safety center advisory committee, shall provide the school safety training for all school administrators and school safety personnel hired after the effective date of this section.

(4) $96,000 of the general fund--state appropriation for fiscal year 2012 and $90,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the school safety center
within the commission. The safety center shall act as an information
dissemination and resource center when an incident occurs in a school
district in Washington or in another state, coordinate activities
relating to school safety, and review and approve manuals and curricula
used for school safety models and training. Through an interagency
agreement, the commission shall provide funding for the office of the
superintendent of public instruction to continue to develop and
maintain a school safety information web site. The school safety
center advisory committee shall develop and revise the training
program, using the best practices in school safety, for all school
safety personnel. The commission shall provide research-related
programs in school safety and security issues beneficial to both law
enforcement and schools.

(5) $1,000,000 of the general fund--state appropriation for fiscal
year 2012 and $1,000,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for grants to counties enforcing
illegal drug laws and which have been underserved by federally funded
state narcotics task forces. The Washington association of sheriffs
and police chiefs, the Washington association of prosecuting attorneys,
and the Washington association of county officials shall jointly
develop funding allocations for the offices of the county sheriff,
county prosecutor, and county clerk in qualifying counties. The
commission shall not impose an administrative cost on this program.

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

General Fund--State Appropriation (FY 2012) ............... $18,377,000
General Fund--State Appropriation (FY 2013) ............... $19,328,000
General Fund--Federal Appropriation ....................... $10,100,000
Asbestos Account--State Appropriation ..................... $426,000
Electrical License Account--State Appropriation .......... $37,984,000
Farm Labor Revolving Account--Private/Local Appropriation . $28,000
Worker and Community Right-to-Know Account--
  State Appropriation ........................................ $1,000,000
Public Works Administration Account--State
  Appropriation .............................................. $5,666,000
Manufactured Home Installation Training Account--
  State Appropriation ....................................... $158,000
Accident Account--State Appropriation ................. $260,289,000
Accident Account--Federal Appropriation ................. $13,622,000
Medical Aid Account--State Appropriation ................. $266,323,000
Medical Aid Account--Federal Appropriation ................. $3,186,000
Plumbing Certificate Account--State Appropriation ........ $1,736,000
Pressure Systems Safety Account--State Appropriation .... $4,179,000

TOTAL APPROPRIATION .................................. $642,402,000

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

(1) Pursuant to RCW 43.135.055, the department is authorized to increase fees related to factory assembled structures, contractor registration, electricians, plumbers, asbestos removal, boilers, elevators, and manufactured home installers. These increases are necessary to support expenditures authorized in this section, consistent with chapters 43.22, 18.27, 19.28, and 18.106 RCW, RCW 49.26.130, and chapters 70.79, 70.87, and 43.22A RCW.

(2) $34,000 of the general fund--state appropriation for fiscal year 2012 is provided solely for implementation of Engrossed Second Substitute House Bill No. 1701 (contractor misclassification). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(3) $1,163,000 of the accident account--state appropriation and $1,163,000 of the medical aid account--state appropriation are provided solely for implementation of Engrossed Substitute House Bill No. 1725 (workers' compensation). If the bill is not enacted by June 30, 2011, the amounts provided in this subsection shall lapse.

(4) $51,000 of the accident account--state appropriation and $51,000 of the medical aid account--state appropriation are provided solely for implementation of Engrossed Substitute House Bill No. 1367 (for hire vehicles, operators). If the bill is not enacted by June 30, 2011, the amounts provided in this subsection shall lapse.

(5) $12,288,000 of the accident account--state appropriation and $16,904,000 of the medical account--state appropriation are provided solely for implementation of Senate Bill No. 5566 (reforming workers' compensation). If the bill is not enacted by June 30, 2011, the amounts provided in this subsection shall lapse.

(6) $8,727,000 of the medical account--state appropriation is
provided solely for implementation of Senate Bill No. 5801 (industrial insurance system). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

**NEW SECTION. Sec. 219. FOR THE DEPARTMENT OF VETERANS AFFAIRS**

1. **HEADQUARTERS**
   - General Fund--State Appropriation (FY 2012) .............. $2,020,000
   - General Fund--State Appropriation (FY 2013) .............. $2,021,000
   - Charitable, Educational, Penal, and Reformatory Institutions Account--State Appropriation ............. $10,000
   - TOTAL APPROPRIATION ........................................... $4,051,000

2. **FIELD SERVICES**
   - General Fund--State Appropriation (FY 2012) .............. $5,060,000
   - General Fund--State Appropriation (FY 2013) .............. $5,062,000
   - General Fund--Federal Appropriation ....................... $2,759,000
   - General Fund--Private/Local Appropriation ............... $4,223,000
   - Veterans Innovations Program Account--State Appropriation .................. $821,000
   - Veteran Estate Management Account--Private/Local Appropriation ........... $1,109,000
   - TOTAL APPROPRIATION ........................................... $19,034,000

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

(a) The department shall collaborate with the department of social and health services to identify and assist eligible general assistance unemployable clients to access the federal department of veterans affairs benefits.

(b) $821,000 of the veterans innovations program account--state appropriation is provided solely for the department to continue support for returning combat veterans through the veterans innovation program, including emergency financial assistance through the defenders' fund and long-term financial assistance through the competitive grant program.

3. **INSTITUTIONAL SERVICES**
   - General Fund--State Appropriation (FY 2012) .............. $1,741,000
   - General Fund--State Appropriation (FY 2013) .............. $963,000
   - General Fund--Federal Appropriation ....................... $57,521,000
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<th>Appropriation Type</th>
<th>Amount</th>
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<td>General Fund--Private/Local Appropriation</td>
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<td><strong>TOTAL APPROPRIATION</strong></td>
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**NEW SECTION. Sec. 220. FOR THE DEPARTMENT OF HEALTH**

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<th>Appropriation Type</th>
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<td>General Fund--State Appropriation (FY 2012)</td>
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<td>General Fund--State Appropriation (FY 2013)</td>
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<tr>
<td>General Fund--Federal Appropriation</td>
<td>$536,389,000</td>
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<td>General Fund--Private/Local Appropriation</td>
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<td>Hospital Data Collection Account--State Appropriation</td>
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<td>Health Professions Account--State Appropriation</td>
<td>$98,719,000</td>
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<tr>
<td>Aquatic Lands Enhancement Account--State Appropriation</td>
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<tr>
<td>Emergency Medical Services and Trauma Care Systems</td>
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<td>Trust Account--State Appropriation</td>
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<td>Safe Drinking Water Account--State Appropriation</td>
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<td>Drinking Water Assistance Account--Federal</td>
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<td>Drinking Water Assistance Administrative Account--</td>
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<tr>
<td>State Appropriation</td>
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<td>Biotoxin Account--State Appropriation</td>
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<td>State Toxics Control Account--State Appropriation</td>
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<td>Medical Test Site Licensure Account--State</td>
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<td>Youth Tobacco Prevention Account--State Appropriation</td>
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<td>Community and Economic Development Fee Account--State</td>
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<td>Public Health Supplemental Account--Private/Local</td>
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<td>Accident Account--State Appropriation</td>
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<td>Medical Aid Account--State Appropriation</td>
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<td><strong>TOTAL APPROPRIATION</strong></td>
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</table>

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

1. The department of health shall not initiate any services that will require expenditure of state general fund moneys unless expressly...
authorized in this act or other law. The department of health and the
state board of health shall not implement any new or amended rules
pertaining to primary and secondary school facilities until the rules
and a final cost estimate have been presented to the legislature, and
the legislature has formally funded implementation of the rules through
the omnibus appropriations act or by statute. The department may seek,
receive, and spend, under RCW 43.79.260 through 43.79.282, federal
moneys not anticipated in this act as long as the federal funding does
not require expenditure of state moneys for the program in excess of
amounts anticipated in this act. If the department receives
unanticipated unrestricted federal moneys, those moneys shall be spent
for services authorized in this act or in any other legislation that
provides appropriation authority, and an equal amount of appropriated
state moneys shall lapse. Upon the lapsing of any moneys under this
subsection, the office of financial management shall notify the
legislative fiscal committees. As used in this subsection,
"unrestricted federal moneys" includes block grants and other funds
that federal law does not require to be spent on specifically defined
projects or matched on a formula basis by state funds.

(2) In accordance with RCW 43.70.250 and 43.135.055, the department
is authorized to establish and raise fees in fiscal year 2012 as
necessary to meet the actual costs of conducting business and the
appropriation levels in this section. This authorization applies to
fees required for: The review of health care facility construction;
review of health facility requests for certificate of need; the
regulation and inspection of farm worker housing, hospital licensing,
in-home health service agencies, and producers of radioactive waste;
the regulation and inspection of shellfish sanitary control, surgical
facility licensing, and; fees associated with the following
professions: Dieticians and nutritionists, occupational therapists,
pharmacy, veterinarian, orthotics and prosthetics, surgical
technicians, nursing home administrators, health care assistants,
hearing and speech, psychology, hypnotherapy, chiropractic, social
workers, physicians, and physician assistants.

(3) $1,969,000 of the health professions account--state
appropriation is provided solely to implement online licensing for
health care providers. The department must submit a detailed
investment plan for this project to the office of financial management.
The office of financial management must review and approve this plan before funding may be expended. The department of health must successfully implement online application and renewal for at least one profession as a pilot project before pursuing additional professions. The department must report to the office of financial management on the outcome of the pilot project.

(4) $16,000 of the health professions account--state appropriation is provided solely for the implementation of House Bill No. 1181 (board of naturopathy). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(5) $21,000 of the health professions account--state appropriation is provided solely for the implementation of Substitute House Bill No. 1304 (health care assistants). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(6) $54,000 of the health professions account--state appropriation is provided solely for the implementation of House Bill No. 1353 (pharmacy technicians). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(7) $142,000 of the health professions account--state appropriation is provided solely for the implementation of Engrossed Substitute Senate Bill No. 5020 (social workers). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(8) $2,435,000 of the health professions account--state appropriation is provided solely for the implementation of Engrossed Second Substitute Senate Bill No. 5073 (medical cannabis). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(9) $336,000 of the health professions account--state appropriation is provided solely for the implementation of Senate Bill No. 5480 (physicians and physician assistants). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(10) $46,000 of the health professions account--state appropriation is provided solely for the implementation of Substitute Senate Bill No. 5071 (online access for midwives and marriage and family therapists). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(11) $137,000 of the health professions account--state appropriation is provided solely for implementation of Substitute House
Bill No. 1133 (massage practitioner license). If the bill is not
enacted by June 30, 2011, the amount provided in this subsection shall
lapse.

(12) $1,670,000 of the safe drinking water account--state
appropriation is provided solely for implementation of Substitute
Senate Bill No. 5364 (public water system permits). If the bill is not
enacted by June 30, 2011, the amount provided in this subsection shall
lapse.

(13) $118,000 of the general fund--state appropriation for fiscal
year 2012 and $118,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for prevention of youth suicides.

(14) $87,000 of the general fund--state appropriation for fiscal
year 2012 and $87,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for the senior falls prevention
program.

NEW SECTION. Sec. 221. FOR THE DEPARTMENT OF CORRECTIONS

(1) ADMINISTRATION AND SUPPORT SERVICES

General Fund--State Appropriation (FY 2012) ............. $57,178,000
General Fund--State Appropriation (FY 2013) ............. $55,612,000
TOTAL APPROPRIATION ................................. $112,790,000

The appropriations in this subsection are subject to the following
conditions and limitations: $35,000 of the general fund--state
appropriation for fiscal year 2012 and $35,000 of the general fund--
state appropriation for fiscal year 2013 are provided solely for the
support of a statewide council on mentally ill offenders that includes
as its members representatives of community-based mental health
treatment programs, current or former judicial officers, and directors
and commanders of city and county jails and state prison facilities.
The council will investigate and promote cost-effective approaches to
meeting the long-term needs of adults and juveniles with mental
disorders who have a history of offending or who are at-risk of
offending, including their mental health, physiological, housing,
employment, and job training needs.

(2) CORRECTIONAL OPERATIONS

General Fund--State Appropriation (FY 2012) ............. $630,127,000
General Fund--State Appropriation (FY 2013) ............. $597,663,000
General Fund--Federal Appropriation ........................ $3,664,000
1 General Fund--Private/Local Appropriation ............... $2,336,000
2 Washington Auto Theft Prevention Authority Account--
3 State Appropriation ....................................... $10,960,000
4 TOTAL APPROPRIATION ................................. $1,244,750,000

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

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

(b) During the 2011-13 biennium, when contracts are established or renewed for offender pay phone and other telephone services provided to inmates, the department shall select the contractor or contractors primarily based on the following factors: (i) The lowest rate charged to both the inmate and the person paying for the telephone call; and (ii) the lowest commission rates paid to the department, while providing reasonable compensation to cover the costs of the department to provide the telephone services to inmates and provide sufficient revenues for the activities funded from the institutional welfare betterment account.

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

(d) $102,000 of the general fund--state appropriation for fiscal year 2012 and $102,000 of the general fund--state appropriation for fiscal year 2013 are provided solely to implement House Bill No. 1290 (health care employee overtime). If the bill is not enacted by June 30, 2011, the amounts provided in this subsection shall lapse.

(e) The department of corrections shall contract with local and tribal governments for the provision of jail capacity to house offenders. No contract shall have a base rate in excess of $77 per day per offender. No contract in place on the effective date of this section shall have a year-to-year increase in excess of three percent per year. The contracts may include rates for the medical care of offenders and other specialty care which exceed the base rate and
exceed the limitation on year-to-year increase. The appropriations in this section assume savings of $3,400,000 in fiscal year 2012 and $5,400,000 in fiscal year 2013 achieved by this subsection.

(3) COMMUNITY SUPERVISION
General Fund--State Appropriation (FY 2012) .................. $130,194,000
General Fund--State Appropriation (FY 2013) .................. $127,891,000
TOTAL APPROPRIATION ........................................ $258,085,000

The appropriations in this subsection are subject to the following conditions and limitations: The department shall accomplish personnel reductions with the least possible impact on correctional custody staff, community custody staff, and correctional industries. For the purposes of this subsection, correctional custody staff means employees responsible for the direct supervision of offenders.

(4) CORRECTIONAL INDUSTRIES
General Fund--State Appropriation (FY 2012) .................. $3,623,000
General Fund--State Appropriation (FY 2013) .................. $3,617,000
TOTAL APPROPRIATION ........................................ $7,240,000

The appropriations in this subsection are subject to the following conditions and limitations: $132,000 of the general fund--state appropriation for fiscal year 2012 and $132,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for transfer to the jail industries board. The board shall use the amounts provided only for administrative expenses, equipment purchases, and technical assistance associated with advising cities and counties in developing, promoting, and implementing consistent, safe, and efficient offender work programs.

(5) INTERAGENCY PAYMENTS
General Fund--State Appropriation (FY 2012) .................. $39,190,000
General Fund--State Appropriation (FY 2013) .................. $36,555,000
TOTAL APPROPRIATION ........................................ $75,745,000

The appropriations in this subsection are subject to the following conditions and limitations:
(a) The state prison institutions may use funds appropriated in this subsection to rent uniforms from correctional industries in accordance with existing legislative mandates.
(b) The state prison medical facilities may use funds appropriated in this subsection to purchase goods and supplies through hospital or other group purchasing organizations when it is cost effective to do so.

NEW SECTION. Sec. 222. FOR THE DEPARTMENT OF SERVICES FOR THE BLIND

General Fund--State Appropriation (FY 2012) .................. $2,304,000
General Fund--State Appropriation (FY 2013) .................. $2,299,000
General Fund--Federal Appropriation ......................... $19,419,000
General Fund--Private/Local Appropriation ................... $30,000
TOTAL APPROPRIATION ...................................... $24,052,000

The appropriations in this subsection are subject to the following conditions and limitations: By October 1, 2011, the department shall compile and submit to the department of health data regarding food procurement costs for fiscal year 2011 regarding vending machine services and on-site food and beverage vending services. The data shall be reported by location and type and be accompanied by the department's food purchasing policies and standards.

NEW SECTION. Sec. 223. FOR THE EMPLOYMENT SECURITY DEPARTMENT

General Fund--Federal Appropriation ......................... $269,150,000
General Fund--Private/Local Appropriation ................... $34,481,000
Unemployment Compensation Administration Account--Federal Appropriation ......................... $368,389,000
Administrative Contingency Account--State Appropriation .. $20,394,000
Employment Service Administrative Account--State Appropriation ......................... $34,479,000
TOTAL APPROPRIATION ...................................... $726,893,000

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

(1) $39,666,000 of the unemployment compensation administration account--federal appropriation is from amounts made available to the state by section 903 (d), (f), and (g) of the social security act (Reed act). This amount is provided solely for continuing current unemployment insurance functions and department services to employers and job seekers.
(2) $35,584,000 of the unemployment compensation administration account--federal appropriation is from amounts made available to the state by section 903 (d), (f), and (g) of the social security act (Reed act). This amount is provided solely for the replacement of the unemployment insurance tax information system for the employment security department. The employment security department shall support the department of revenue and department of labor and industries to develop a common vision to ensure technological compatibility between the three agencies to facilitate a coordinated business tax system for the future that improves services to business customers. The amounts provided in this subsection are conditioned on the department satisfying the requirements of section 902 of this act.

(3) $25,000 of the unemployment compensation administration account--federal appropriation is from amounts made available to the state by section 903 (d), (f), and (g) of the social security act (Reed act). This amount is provided solely for implementation of system changes to the unemployment insurance tax information system required under chapter 4, Laws of 2011 (unemployment insurance program).

(4) $1,459,000 of the unemployment compensation administration account--federal appropriation is from amounts available to the state by section 903 (d), (f), and (g) of the social security act (Reed act). This amount is provided solely for implementation of chapter 4, Laws of 2011 (unemployment insurance program).

(5) $60,000 of the unemployment compensation administration account--federal appropriation is provided solely for costs associated with the initial review and evaluation of the training benefits program as directed in section 15(2), chapter 4, Laws of 2011 (unemployment insurance program). The initial review shall be developed by the joint legislative audit and review committee. This appropriation is provided from funds made available to the state by section 903 (d), (f), and (g) of the social security act (Reed act).

(End of part)
### NEW SECTION. Sec. 301. FOR THE COLUMBIA RIVER GORGE COMMISSION

<table>
<thead>
<tr>
<th>Fund Type</th>
<th>Appropriation FY 2012</th>
<th>Appropriation FY 2013</th>
<th>Federal Appropriation</th>
<th>Private/Local Appropriation</th>
<th>Total Appropriation</th>
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<tr>
<td>General Fund--State Appropriation</td>
<td>$410,000</td>
<td>$119,000</td>
<td>$32,000</td>
<td>$799,000</td>
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### NEW SECTION. Sec. 302. FOR THE DEPARTMENT OF ECOLOGY

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<th>Fund Type</th>
<th>Appropriation FY 2012</th>
<th>Appropriation FY 2013</th>
<th>Federal Appropriation</th>
<th>Private/Local Appropriation</th>
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<tr>
<td>General Fund--State Appropriation</td>
<td>$52,398,000</td>
<td>$47,726,000</td>
<td>$79,024,000</td>
<td>$16,804,000</td>
<td>$136,948,000</td>
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<td>Special Grass Seed Burning Research Account--State Appropriation</td>
<td>$3,000</td>
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<tr>
<td>Reclamation Revolving Account--State Appropriation</td>
<td>$3,722,000</td>
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<td>Flood Control Assistance Account--State Appropriation</td>
<td>$1,987,000</td>
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<tr>
<td>State Emergency Water Projects Revolving Account--State Appropriation</td>
<td>$390,000</td>
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<td>Waste Reduction/Recycling/Litter Control--State Appropriation</td>
<td>$14,679,000</td>
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<td>State Drought Preparedness Account--State Appropriation</td>
<td>$118,000</td>
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<td>State and Local Improvements Revolving Account (Water Supply Facilities)--State Appropriation</td>
<td>$435,000</td>
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<td>Freshwater Aquatic Algae Control Account--State Appropriation</td>
<td>$512,000</td>
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<td>Water Rights Tracking System Account--State Appropriation</td>
<td>$46,000</td>
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<td>Site Closure Account--State Appropriation</td>
<td>$728,000</td>
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<td>Wood Stove Education and Enforcement Account--State Appropriation</td>
<td>$616,000</td>
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<td>Worker and Community Right-to-Know Account--State Appropriation</td>
<td>$1,721,000</td>
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<td>Water Rights Processing Account--State Appropriation</td>
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<tr>
<td>State Toxics Control Account--State Appropriation</td>
<td>$114,067,000</td>
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</table>
1 State Toxics Control Account--Private/Local
   Appropriation ............................... $983,000
2 Local Toxics Control Account--State Appropriation ........ $27,410,000
3 Water Quality Permit Account--State Appropriation ........ $38,605,000
4 Underground Storage Tank Account--State Appropriation ... $3,348,000
5 Biosolids Permit Account--State Appropriation ............. $1,858,000
6 Hazardous Waste Assistance Account--State Appropriation .. $6,011,000
7 Air Pollution Control Account--State Appropriation ........ $2,502,000
8 Oil Spill Prevention Account--State Appropriation ........ $5,829,000
9 Air Operating Permit Account--State Appropriation ........ $2,816,000
10 Freshwater Aquatic Weeds Account--State Appropriation ... $1,710,000
11 Oil Spill Response Account--State Appropriation .......... $7,076,000
12 Metals Mining Account--State Appropriation ............... $14,000
13 Water Pollution Control Revolving Account--State
   Appropriation .................................. $630,000
14 Water Pollution Control Revolving Account--Federal
   Appropriation .................................. $2,583,000
15 TOTAL APPROPRIATION ............................. $436,487,000

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

(1) $170,000 of the oil spill prevention account--state appropriation is provided solely for a contract with the University of Washington's sea grant program to continue an educational program targeted to small spills from commercial fishing vessels, ferries, cruise ships, ports, and marinas.

(2) Pursuant to RCW 43.135.055, the department is authorized to increase the following fees as necessary to meet the actual costs of conducting business and the appropriation levels in this section: Wastewater discharge permit, not more than 4.34 percent in fiscal year 2012 and 4.62 percent in fiscal year 2013; biosolids permit fee, not more than 10 percent during the biennium; air contaminate source registration fee, not more than 36 percent during the biennium; and dam safety and inspection fees, not more than 35 percent in fiscal year 2012 and 4.62 percent in fiscal year 2013.

(3) If Substitute House Bill No. 1294 (Puget Sound corps) is not enacted by June 30, 2011, $322,000 of the general fund--state appropriation for fiscal year 2012 and $322,000 of the general fund--
state appropriation for fiscal year 2013 shall be transferred to the department of natural resources.

(4) $463,000 of the state toxics control account--state appropriation is provided solely for implementation of Engrossed Second Substitute House Bill No. 1186 (state's oil spill program). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(5) The department shall collaborate with the state conservation commission when applying for federal grants related to section 319 of the federal clean water act.

NEW SECTION. Sec. 303. FOR THE STATE PARKS AND RECREATION COMMISSION

| General Fund--State Appropriation (FY 2012) | $10,057,000 |
| General Fund--State Appropriation (FY 2013) | $10,196,000 |
| General Fund--Federal Appropriation | $5,981,000 |
| Winter Recreation Program Account--State Appropriation | $1,770,000 |
| ORV and Nonhighway Vehicle Account--State Appropriation | $233,000 |
| Snowmobile Account--State Appropriation | $4,867,000 |
| Aquatic Lands Enhancement Account--State Appropriation | $363,000 |
| Parks Renewal and Stewardship Account--State Appropriation | $129,020,000 |
| Parks Renewal and Stewardship Account--Private/Local Appropriation | $300,000 |

TOTAL APPROPRIATION $162,787,000

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

(1) $9,921,000 of the general fund--state appropriation for fiscal year 2012 and $9,921,000 of the general fund--state appropriation for fiscal year 2013 are provided solely to assist state parks in its implementation of a new fee structure. The goal of this structure is to make the parks system self-supporting. By August 1, 2012, state parks must submit a report to the office of financial management detailing its progress toward this goal and outlining any additional statutory changes needed for successful implementation.

(2) $79,000 of the general fund--state appropriation for fiscal year 2012 and $79,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for a grant for the operation of
the Northwest avalanche center.

(3) $57,100,000 of the parks renewal and stewardship account--state
appropriation is provided solely for implementation of Senate Bill No.
5622 (recreation access to state lands). If the bill is not enacted by
June 30, 2011, the amount provided in this subsection shall lapse.

(4) During the 2011-2013 fiscal biennium, the commission shall not
solicit, purchase, or acquire additional lands other than those called
for in Senate Bill No. 5467 or House Bill No. 1497.

NEW SECTION.  Sec. 304. FOR THE RECREATION AND CONSERVATION
FUNDING BOARD
General Fund--State Appropriation (FY 2012) .................. $1,011,000
General Fund--State Appropriation (FY 2013) .................. $1,023,000
General Fund--Federal Appropriation .......................... $3,306,000
General Fund--Private/Local Appropriation ..................... $250,000
Aquatic Lands Enhancement Account--State Appropriation ...... $278,000
Vessel Response Account--State Appropriation .................. $100,000
Firearms Range Account--State Appropriation ................... $37,000
Recreation Resources Account--State Appropriation .......... $3,031,000
NOVA Program Account--State Appropriation ................... $900,000
TOTAL APPROPRIATION ......................................... $9,936,000

NEW SECTION.  Sec. 305. FOR THE ENVIRONMENTAL AND LAND USE
HEARINGS OFFICE
General Fund--State Appropriation (FY 2012) .................. $2,478,000
General Fund--State Appropriation (FY 2013) .................. $2,490,000
TOTAL APPROPRIATION ......................................... $4,968,000

NEW SECTION.  Sec. 306. FOR THE CONSERVATION COMMISSION
General Fund--State Appropriation (FY 2012) .................. $7,092,000
General Fund--State Appropriation (FY 2013) .................. $7,111,000
General Fund--Federal Appropriation .......................... $1,179,000
TOTAL APPROPRIATION ......................................... $15,382,000

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

(1) The conservation commission, in cooperation with all
conservation districts, will seek to minimize conservation district overhead costs. These efforts may include consolidating conservation districts.

(2) $122,000 of the general fund--federal appropriation is provided solely for Engrossed Substitute House Bill No. 1886 (Ruckelshaus center process). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(3) On July 1, 2011, $100,000, of the general fund--state appropriation for fiscal year 2012 is provided solely for the central Klickitat county conservation district in accordance with the mutual agreement between the district and parks and recreation commission for ownership and operation of Brooks memorial state park. If the district and the parks and recreation commission do not reach an agreement, the amount provided in this subsection shall lapse.

NEW SECTION.  Sec. 307.  FOR THE DEPARTMENT OF FISH AND WILDLIFE

15 General Fund--State Appropriation (FY 2012) . . . . . . . . $36,267,000
16 General Fund--State Appropriation (FY 2013) . . . . . . . . $34,482,000
17 General Fund--Federal Appropriation . . . . . . . . . . . . . $107,370,000
18 General Fund--Private/Local Appropriation . . . . . . . . . . $51,566,000
19 ORV and Nonhighway Vehicle Account--State Appropriation . . $393,000
20 Aquatic Lands Enhancement Account--State Appropriation . . $6,992,000
21 Recreational Fisheries Enhancement--State Appropriation . . $3,601,000
22 Warm Water Game Fish Account--State Appropriation . . . . . $3,125,000
23 Eastern Washington Pheasant Enhancement Account--State Appropriation . . . . . $849,000
24 Aquatic Invasive Species Enforcement Account--State Appropriation . . . . . $210,000
25 Aquatic Invasive Species Prevention Account--State Appropriation . . . . . $741,000
26 State Wildlife Account--State Appropriation . . . . . . . . $96,496,000
27 Special Wildlife Account--State Appropriation . . . . . . . . $2,399,000
28 Special Wildlife Account--Federal Appropriation . . . . . . . $3,431,000
29 Special Wildlife Account--Private/Local Appropriation . . . . $487,000
30 Wildlife Rehabilitation Account--State Appropriation . . . . $260,000
31 Regional Fisheries Enhancement Salmonid Recovery Account--Federal Appropriation . . . . . $5,001,000
32 Oil Spill Prevention Account--State Appropriation . . . . . . $919,000
Oyster Reserve Land Account--State Appropriation ........ $927,000
Hydraulic Project Approval Account--State Appropriation ......... $1,500,000
TOTAL APPROPRIATION ......................... $357,377,000

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

(1) $294,000 of the aquatic lands enhancement account--state appropriation is provided solely for the implementation of hatchery reform recommendations defined by the hatchery scientific review group.

(2) $355,000 of the general fund--state appropriation for fiscal year 2012 and $422,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the department to continue a pilot project with the Confederated Tribes of the Colville Reservation to develop expanded recreational fishing opportunities on Lake Rufus Woods and its northern shoreline and to conduct joint enforcement of lake fisheries on Lake Rufus Woods and adjoining waters, pursuant to state and tribal intergovernmental agreements developed under the Columbia River water supply program. For the purposes of the pilot project:

(a) A fishing permit issued to a nontribal member by the Colville Tribes shall satisfy the license requirement of RCW 77.32.010 on the waters of Lake Rufus Woods and on the north shore of Lake Rufus Woods;

(b) The Colville Tribes have agreed to provide to holders of its nontribal member fishing permits a means to demonstrate that fish in their possession were lawfully taken in Lake Rufus Woods;

(c) A Colville tribal member identification card shall satisfy the license requirement of RCW 77.32.010 on all waters of Lake Rufus Woods;

(d) The department and the Colville Tribes shall jointly designate fishing areas on the north shore of Lake Rufus Woods for the purposes of enhancing access to the recreational fisheries on the lake; and

(e) The Colville Tribes have agreed to recognize a fishing license issued under RCW 77.32.470 or RCW 77.32.490 as satisfying the nontribal member fishing permit requirements of Colville tribal law on the reservation portion of the waters of Lake Rufus Woods and at designated fishing areas on the north shore of Lake Rufus Woods;

(3) Prior to submitting its 2013-2015 biennial operating and capital budget request related to state fish hatcheries to the office of financial management, the department shall contract with the
hatchery scientific review group (HSRG) to review this request. This
review shall: (a) Determine if the proposed requests are consistent
with HSRG recommendations; (b) prioritize the components of the
requests based on their contributions to protecting wild salmonid
stocks and meeting the recommendations of the HSRG; and (c) evaluate
whether the proposed requests are being made in the most cost effective
manner. The department shall provide a copy of the HSRG review to the
office of financial management with their agency budget proposal.

(4) $400,000 of the general fund--state appropriation for fiscal
year 2012 is provided solely for a state match to support the Puget
Sound nearshore partnership between the department and the U.S. army
corps of engineers.

(5) $50,000 of the general fund--state appropriation for fiscal
year 2012 and $50,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for removal of derelict gear in
Washington waters.

(6) $100,000 of the eastern Washington pheasant enhancement
account--state appropriation is provided solely for the department to
support efforts to enhance permanent and temporary pheasant habitat on
public and private lands in Grant, Franklin, and Adams counties. The
department may support efforts by entities including conservation
districts, nonprofit organizations, and landowners, and must require
such entities to provide significant nonstate matching resources, which
may be in the form of funds, material, or labor.

(7) Within the amounts appropriated in this section, the department
shall identify additional opportunities for partnerships in order to
keep fish hatcheries operational. Such partnerships shall aim to
maintain fish production and salmon recovery with less reliance on
state operating funds.

(8) By September 1, 2011, the department shall update its
interagency agreement dated September 30, 2010, with the department of
natural resources concerning land management services on the department
of fish and wildlife's wildlife conservation and recreation lands. The
update shall include rates and terms for services.

(9) $6,443,000 of the state wildlife account--state appropriation
is provided solely for the implementation of Senate Bill No. 5385
(state wildlife account). If the bill is not enacted by June 30, 2011,
the amount provided in this subsection shall lapse.
(10) $7,114,000 of the state wildlife account--state appropriation is provided solely for the implementation of Senate Bill No. 5622. If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(11) $1,500,000 of the hydraulic project approval account--state appropriation is provided solely for the implementation of Senate Bill No. 5862. If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(12) During the 2011-2013 fiscal biennium, the department shall not solicit, purchase, or acquire additional lands other than those called for in Senate Bill No. 5467 or House Bill No. 1497.

NEW SECTION. Sec. 308. FOR THE DEPARTMENT OF NATURAL RESOURCES

General Fund--State Appropriation (FY 2012) . . . . . $34,651,000
General Fund--State Appropriation (FY 2013) . . . . . $34,418,000
General Fund--Federal Appropriation . . . . . . . . . . $28,145,000
General Fund--Private/Local Appropriation . . . . . . $2,381,000
Forest Development Account--State Appropriation . . $42,673,000
ORV and Nonhighway Vehicle Account--State Appropriation . $4,508,000
Surveys and Maps Account--State Appropriation . . . . $2,399,000
Aquatic Lands Enhancement Account--State Appropriation . . . . $7,389,000
Resources Management Cost Account--State Appropriation . . . . $85,916,000
Surface Mining Reclamation Account--State Appropriation . . . . $3,540,000
Disaster Response Account--State Appropriation . . . . $5,000,000
Forest and Fish Support Account--State Appropriation . . $7,939,000
Aquatic Land Dredged Material Disposal Site Account--State Appropriation . . . . $844,000
Natural Resources Conservation Areas Stewardship Account--State Appropriation . . . . $34,000
State Toxics Control Account--State Appropriation . . . . $80,000
Air Pollution Control Account--State Appropriation . . . . $1,319,000
NOVA Program Account--State Appropriation . . . . $1,018,000
Derelict Vessel Removal Account--State Appropriation . . $1,765,000
Agricultural College Trust Management Account--State Appropriation . . . . $1,916,000
The appropriations in this section are subject to the following conditions and limitations:

1. $977,000 of the general fund--state appropriation for fiscal year 2012 and $915,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for deposit into the agricultural college trust management account and are provided solely to manage approximately 70,700 acres of Washington State University's agricultural college trust lands.

2. $10,037,000 of the general fund--state appropriation for fiscal year 2012, $10,037,000 of the general fund--state appropriation for fiscal year 2013, and $5,000,000 of the disaster response account--state appropriation are provided solely for emergency fire suppression. None of the general fund and disaster response account amounts provided in this subsection may be used to fund agency indirect and administrative expenses. Agency indirect and administrative costs shall be allocated among the agency's remaining accounts and appropriations. The department of natural resources shall submit a quarterly report to the office of financial management and the legislative fiscal committees detailing information on current and planned expenditures from the disaster response account. This work shall be done in coordination with the military department.

3. $5,000,000 of the forest and fish support account--state appropriation is provided solely for adaptive management, monitoring, and participation grants to tribes. If federal funding for this purpose is reinstated, the amount provided in this subsection shall lapse.

4. $333,000 of the forest and fish support account--state appropriation is provided solely for adaptive management, monitoring, and participation grants to nongovernmental organizations.

5. $487,000 of the general fund--state appropriation is provided solely to fund interagency agreements with the department of ecology and the department of fish and wildlife as part of the adaptive management process.

6. $1,000,000 of the general fund--federal appropriation and $1,000,000 of the forest and fish support account--state appropriation
are provided solely for continuing scientific studies already underway as part of the adaptive management process. Funds may not be used to initiate new studies unless the department secures new federal funding for the adaptive management process.

(7) The department is authorized to increase the silviculture burning permit fee in the 2011-2013 biennium up to eighty dollars plus fifty cents per ton for each ton of material burned in excess of one hundred tons.

(8) $440,000 of the state general fund--state appropriation for fiscal year 2012 and $440,000 of the state general fund--state appropriation for fiscal year 2013 are provided solely for forest work crews that support correctional camps and are contingent upon continuing operations of Naselle youth camp.

(9) By September 1, 2011, the department shall update its interagency agreement dated September 30, 2010, with the department of fish and wildlife concerning land management services on the department of fish and wildlife's wildlife conservation and recreation lands. The update shall include rates and terms for services.

(10) $1,500,000 of the forest practices application account--state appropriation is provided solely for the implementation of Senate Bill No. 5862. If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(11)(a) The department shall convene the marina rents review committee so that the committee can recommend to the legislature alternative methods of calculating rents for marinas occupying state-owned aquatic lands. The committee must explore ways to refine and improve the averaging method for calculating rents for marinas as generally described in Senate Bill No. 5550 (marina annual rent rates); examine current methodologies; address significant fluctuations in assessed value among similarly sized and situated properties; and explore how marina rents in similar regional marina markets can affect market conditions for marinas. The department shall also consider expanding representation and stakeholder outreach on the committee, based on recommendations of existing committee members. The department is authorized to use independent facilitators and outside parties to partner in the committee's efforts. Recommendations provided by the committee must meet these minimum requirements:
(i) Provide more equitable treatment of marina lessees through similar lease rates for similar uses in similar markets or geographic locations;
(ii) Minimize administrative burdens to the department;
(iii) Be designed with strategies to be revenue neutral or positive to the state over a time frame agreeable to the department.

(b) The committee shall strive for unanimous agreement in its recommendations. In the absence of a unanimous agreement, a vote may be taken to assess preferences and majority and minority views, and recommendations must be reported to the legislature by December 1, 2011, consistent with RCW 43.01.036.

(12) During the 2011-2013 fiscal biennium, the department shall not add additional pilots or helicopters to its fleet and shall, if necessary, within existing funds purchase by contract additional capacity.

NEW SECTION. Sec. 309. FOR THE DEPARTMENT OF AGRICULTURE
General Fund--State Appropriation (FY 2012) .............. $16,258,000
General Fund--State Appropriation (FY 2013) .............. $16,044,000
General Fund--Federal Appropriation ..................... $23,217,000
General Fund--Private/Local Appropriation ............... $190,000
Aquatic Lands Enhancement Account--State Appropriation .................. $2,101,000
State Toxics Control Account--State Appropriation ....... $5,191,000
Water Quality Permit Account--State Appropriation .......... $62,000
TOTAL APPROPRIATION ........................................... $63,063,000

NEW SECTION. Sec. 310. FOR THE WASHINGTON POLLUTION LIABILITY INSURANCE PROGRAM
Pollution Liability Insurance Program Trust
Account--State Appropriation ............................... $681,000

NEW SECTION. Sec. 311. FOR THE PUGET SOUND PARTNERSHIP
General Fund--State Appropriation (FY 2012) .............. $2,584,000
General Fund--State Appropriation (FY 2013) .............. $2,572,000
General Fund--Federal Appropriation ..................... $9,620,000
General Fund--Private/Local Appropriation ................ $25,000
Aquatic Lands Enhancement Account--State Appropriation .... $499,000
State Toxics Control Account--State Appropriation .......... $735,000

TOTAL APPROPRIATION ....... $16,035,000

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

(1) $706,000 of the state toxics control account--state appropriation is provided solely for activities that contribute to Puget Sound protection and recovery, including provision of independent advice and assessment of the state's oil spill prevention, preparedness, and response programs, including review of existing activities and recommendations for any necessary improvements. The partnership may carry out this function through an existing committee, such as the ecosystem coordination board or the leadership council, or may appoint a special advisory council. Because this is a unique statewide program, the partnership may invite participation from outside the Puget Sound region.

(2) Within the amounts appropriated in this section, the Puget Sound partnership shall facilitate an ongoing monitoring consortium to integrate monitoring efforts for storm water, water quality, watershed health, and other indicators to enhance monitoring efforts in Puget Sound.

(End of part)
NEW SECTION.  Sec. 401. FOR THE DEPARTMENT OF LICENSING

General Fund--State Appropriation (FY 2012) ............ $1,276,000
General Fund--State Appropriation (FY 2013) ............ $1,530,000
Architects' License Account--State Appropriation ........ $1,086,000
Professional Engineers' Account--State Appropriation .... $3,573,000
Real Estate Commission Account--State Appropriation .... $10,043,000
Uniform Commercial Code Account--State Appropriation .... $3,183,000
Real Estate Education Account--State Appropriation ...... $276,000
Real Estate Appraiser Commission Account--State Appropriation $1,724,000
Business and Professions Account--State Appropriation ... $16,045,000
Real Estate Research Account--State Appropriation ...... $622,000
Geologists' Account--State Appropriation ............... $49,000
Derelict Vessel Removal Account--State Appropriation ... $31,000
TOTAL APPROPRIATION .................................. $39,438,000

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

(1) Pursuant to RCW 43.135.055, the department is authorized to increase fees for collection agencies, cosmetologists, funeral directors, cemeteries, court reporters and appraisers. These increases are necessary to support the expenditures authorized in this section, consistent with RCW 43.24.086.

(2) $8,000 of the business and professions account--state appropriation is provided solely to implement House Bill No. 1745 (collection agencies). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(3) $54,000 of the business and professions account--state appropriation is provided solely to implement Substitute House Bill No. 1205 (court reporter licensing). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.
NEW SECTION.  Sec. 402.  FOR THE STATE PATROL

General Fund--State Appropriation (FY 2012) $39,567,000
General Fund--State Appropriation (FY 2013) $37,368,000
General Fund--Federal Appropriation $16,081,000
General Fund--Private/Local Appropriation $3,021,000
Death Investigations Account--State Appropriation $5,735,000
County Criminal Justice Assistance Account--State Appropriation $3,302,000
Municipal Criminal Justice Assistance Account--State Appropriation $1,332,000
Fire Service Trust Account--State Appropriation $131,000
Disaster Response Account--State Appropriation $8,002,000
Fire Service Training Account--State Appropriation $9,087,000
Aquatic Invasive Species Enforcement Account--State Appropriation $54,000
State Toxics Control Account--State Appropriation $508,000
Fingerprint Identification Account--State Appropriation $8,964,000
Vehicle License Fraud Account--State Appropriation $21,000
TOTAL APPROPRIATION $133,173,000

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

(1) $200,000 of the fire service training account--state appropriation is provided solely for two FTEs in the office of the state director of fire protection to exclusively review K-12 construction documents for fire and life safety in accordance with the state building code. It is the intent of this appropriation to provide these services only to those districts that are located in counties without qualified review capabilities.

(2) $8,000,000 of the disaster response account--state appropriation is provided solely for Washington state fire service resource mobilization costs incurred in response to an emergency or disaster authorized under RCW 43.43.960 and 43.43.964. The state patrol shall submit a report quarterly to the office of financial management and the legislative fiscal committees detailing information on current and planned expenditures from this account. This work shall be done in coordination with the military department.
(3) $400,000 of the fire service training account--state appropriation is provided solely for the firefighter apprenticeship training program.

(4) In accordance with RCW 43.43.742 the state patrol is authorized to increase the following fees in fiscal year 2012 as necessary to meet the actual costs of conducting business and the appropriation levels in this section: Notary service fee.

(5) $59,000 of the fingerprint identification account--state appropriation is provided solely for implementation of Engrossed Second Substitute House Bill No. 1776 (child care center licensing). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(6) The department shall dispose of the two King Air aircraft it currently owns. The proceeds from the sale of the airplanes shall be deposited into the state general fund and the state patrol highway account in equal amounts. Disposal of the aircraft must occur no later than June 30, 2012.

(End of part)
NEW SECTION. Sec. 501. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION

General Fund--State Appropriation (FY 2012) . . . . . . . $27,765,000
General Fund--State Appropriation (FY 2013) . . . . . . . $24,083,000
General Fund--Federal Appropriation . . . . . . . . . . . $81,739,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . $133,587,000

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

(1) A maximum of $18,047,000 of the general fund--state appropriation for fiscal year 2012 and $14,451,000 of the general fund--state appropriation for fiscal year 2013 is for state agency operations.

(a) $9,858,000 of the general fund--state appropriation for fiscal year 2012 and $9,081,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the operation and expenses of the office of the superintendent of public instruction.

(i) Within the amounts provided in this subsection (1)(a), the superintendent shall recognize the extraordinary accomplishments of four students who have demonstrated a strong understanding of the civics essential learning requirements to receive the Daniel J. Evans civic education award.

(ii) Within the amounts provided, the office of the superintendent of public instruction shall develop a model policy that further defines the recommended roles and responsibilities of graduation coaches and identifies best practices for how graduation coaches work in coordination with school counselors and in the context of a comprehensive school guidance and counseling program. The office of the superintendent of public instruction will work in consultation with the public school employees and the Washington school counselors' association.

(iii) The appropriations in this section assume savings associated with Substitute House Bill No. 1449 (educator certificate fee).
(b) $1,842,000 of the general fund--state appropriation for fiscal year 2012 and $1,094,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for activities associated with the implementation of new school finance systems required by chapter 236, Laws of 2010 (K-12 education funding) and chapter 548, Laws of 2009 (state's education system), including technical staff, systems reprogramming, and workgroup deliberations, including the quality education council.

(c) $851,000 of the general fund--state appropriation for fiscal year 2012 and $851,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the operation and expenses of the state board of education, including basic education assistance activities.

(d) $1,743,000 of the general fund--state appropriation for fiscal year 2012 and $1,361,000 of the general fund--state appropriation for fiscal year 2013 are provided solely to the professional educator standards board for the following:

(i) $1,031,000 in fiscal year 2012 and $1,031,000 in fiscal year 2013 are for the operation and expenses of the Washington professional educator standards board; and

(ii) $712,000 of the general fund--state appropriation for fiscal year 2012 and $330,000 of the general fund--state appropriation for fiscal year 2013 are for conditional scholarship loans and mentor stipends provided through the alternative routes to certification program administered by the professional educator standards board, including the pipeline for paraeducators program and the retooling to teach conditional loan programs. Funding within this subsection (1)(d)(ii) is also provided for the recruiting Washington teachers program.

(e) $45,000 of the general fund--state appropriation for fiscal year 2012 and $45,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the implementation of chapter 380, Laws of 2009 (enacting the interstate compact on educational opportunity for military children).

(f) $89,000 of the general fund--state appropriation for fiscal year 2012 and $23,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the implementation of Second Substitute House Bill No. 1163 (bullying prevention), which requires
the office of the superintendent of public instruction to convene an ongoing workgroup on school bullying and harassment prevention. If the bill is not enacted by June 30, 2011, the amounts provided in this subsection shall lapse.

(g) $856,000 of the general fund--state appropriation for fiscal year 2012 and $4,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the implementation of Engrossed Second Substitute House Bill No. 1443 (education reforms). $764,000 of the $856,000 general fund--state appropriation for fiscal year 2012 is provided solely for allocation to local school districts for the purpose of implementing the bill. If the bill is not enacted by June 30, 2011, the amounts provided in this subsection shall lapse.

(h) $166,000 of the general fund--state appropriation for fiscal year 2012 is provided solely for implementation of Proposed Second Substitute House Bill No. 1431 (financial insolvency of school districts). If the bill is not enacted by June 30, 2011, the amounts provided in this subsection shall lapse.

(i) $1,200,000 of the general fund--state appropriation for fiscal year 2012 and $700,000 of the general fund--state appropriation for fiscal year 2013 are provided solely to plan and implement a voluntary program of consolidated public school employee health benefits purchasing. The office of the superintendent of public instruction shall establish interagency agreements with the state health care authority, the office of the insurance commissioner, and the office of financial management to provide a system allowing for a minimum of 5,000 and a maximum of 16,000 participants to enroll in the K-12 employees' health benefits pool for the 2012-2013 school year. If Senate Bill No. . . . is not enacted by June 30, 2011, this subsection shall lapse.

(j) The appropriations in this section assume savings associated with Substitute Senate Bill No. 5639 (relating to education governance).

(2) $9,735,000 of the general fund--state appropriation for fiscal year 2012, $9,636,000 of the general fund--state appropriation for fiscal year 2013 are for statewide programs.

(a) HEALTH AND SAFETY

(i) $2,541,000 of the general fund--state appropriation for fiscal year 2012 and $2,541,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for a corps of nurses located at
educational service districts, as determined by the superintendent of
public instruction, to be dispatched to the most needy schools to
provide direct care to students, health education, and training for
school staff.

(ii) $45,000 of the general fund--state appropriation for fiscal
year 2012 and $45,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for a nonviolence and leadership
training program provided by the institute for community leadership.

(b) TECHNOLOGY

$1,570,000 of the general fund--state appropriation for fiscal year
2012 and $1,571,000 of the general fund--state appropriation for fiscal
year 2013 are provided solely for K-20 telecommunications network
technical support in the K-12 sector to prevent system failures and
avoid interruptions in school utilization of the data processing and
video-conferencing capabilities of the network. These funds may be
used to purchase engineering and advanced technical support for the
network.

(c) GRANTS AND ALLOCATIONS

(i) $675,000 of the general fund--state appropriation for fiscal
year 2012 and $675,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for the Washington state achievers
scholarship program. The funds shall be used to support community
involvement officers that recruit, train, and match community volunteer
mentors with students selected as achievers scholars.

(ii) $1,000,000 of the general fund--state appropriation for fiscal
year 2012 and $1,000,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for contracting with a college
scholarship organization with expertise in conducting outreach to
students concerning eligibility for the Washington college bound

(iii) $2,808,000 of the general fund--state appropriation for
fiscal year 2012 and $2,808,000 of the general fund--state
appropriation for fiscal year 2013 are provided solely for the
dissemination of the navigation 101 curriculum to all districts. The
funding shall support electronic student planning tools and software
for analyzing the impact of navigation 101 on student performance, as
well as grants to a maximum of one hundred school districts each year,
based on progress and need for the implementation of the navigation 101
program. The implementation grants shall be awarded to a cross-section
of school districts reflecting a balance of geographic and demographic
characteristics. Within the amounts provided, the office of the
superintendent of public instruction will create a navigation 101
accountability model to analyze the impact of the program.

(iv) $135,000 of the general fund--state appropriation for fiscal
year 2012 and $135,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for dropout prevention programs at
the office of the superintendent of public instruction, including the
jobs for America's graduates (JAG) program.

(v) $500,000 of the general fund--state appropriation for fiscal
year 2012 and $400,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for the implementation of
Substitute House Bill No. 1510 (state-funded kindergarten), including
the development and implementation of the Washington kindergarten
inventory of developing skills (WaKIDS). If the bill is not enacted by
June 30, 2011, the amounts provided in this subsection shall lapse.

NEw SECTION. Sec. 502. For the Superintendent of Public
Instruction--For General Apportionment

General Fund--State Appropriation (FY 2012) . . . . . . . $5,385,913,000
General Fund--State Appropriation (FY 2013) . . . . . . . $5,255,538,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . $10,641,451,000

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

(1) GENERAL PROVISIONS

(a) 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.

(b) For the 2011-12 and 2012-13 school years, the superintendent
shall allocate general apportionment funding to school districts as
provided in the funding formulas and salary schedules in sections 502
and 503 of this act, excluding (c) of this subsection.

(c) From July 1, 2011 to August 31, 2011, the superintendent shall
allocate general apportionment funding to school districts programs as
provided in sections 502 and 504, chapter 564, Laws of 2009, as amended
through sections 1402 and 1403 of this act.
(2) AVERAGE DAILY ATTENDANCE

(a) The office of the superintendent of public instruction shall, no later than August 1, 2011, establish a standard statewide definition of unexcused absence for the purpose of developing a daily attendance factor for adjusting districts' student enrollment, as provided in RCW 28A.150.260(13)(c). The office of the superintendent of public instruction shall consult with representative school district administrators and school board representatives. The definition shall not take effect until reviewed by the senate and house of representatives ways and means committees.

(b) The office of the superintendent of public instruction shall monitor student attendance data, by school, and report to ways and means committees of the senate and the house of representatives by December 31, 2012, findings regarding unexcused absence rates. The report should include information regarding any variables that are found to correlate with unexcused absences, the relationship of unexcused absence rates with the percent of students in a school who are eligible for free- or reduced-price lunch, trends or changes in unexcused absence rates measured over time, and any related findings that hold promise for improving student attendance and academic achievement.

(3) CERTIFICATED INSTRUCTIONAL STAFF ALLOCATIONS

Allocations for certificated instructional staff salaries for the 2011-12 and 2012-13 school years are determined using formula-generated staff units calculated pursuant to this subsection.

(a) Certificated instructional staff units, as defined in RCW 28A.150.410, shall be allocated to reflect the minimum class size allocations, requirements, and school prototypes assumptions as provided in RCW 28A.150.260(13)(c), and reflecting the required adjustment by a daily attendance factor. The superintendent shall adjust allocations to school districts based on the district's annual average full-time equivalent student enrollment in each grade.

(b) Additional certificated instructional staff units provided in this subsection (3) that exceed the minimum requirements in RCW 28A.150.260 are enhancements outside the program of basic education, except as otherwise provided in this section.

(c)(i) The superintendent shall base allocations for each level of
prototypical school on the following regular education average class size of full-time equivalent students per teacher, except as provided in (c)(ii) of this subsection:

General education class size:

<table>
<thead>
<tr>
<th>Grade</th>
<th>RCW 28A.150.260</th>
</tr>
</thead>
<tbody>
<tr>
<td>Grades K-3</td>
<td>25.23</td>
</tr>
<tr>
<td>Grade 4</td>
<td>27.00</td>
</tr>
<tr>
<td>Grades 5-6</td>
<td>27.00</td>
</tr>
<tr>
<td>Grades 7-8</td>
<td>28.53</td>
</tr>
<tr>
<td>Grades 9-12</td>
<td>28.74</td>
</tr>
</tbody>
</table>

The superintendent shall base allocations for career and technical education (CTE) and skill center programs average class size as provided in RCW 28A.150.260.

(ii) For each level of prototypical school at which more than fifty percent of the students were eligible for free and reduced-price meals as determined by a rolling average of enrollment from the three most recently completed school years, the superintendent shall allocate funding based on the following average class size of full-time equivalent students per teacher:

General education class size in high poverty school:

<table>
<thead>
<tr>
<th>Grade</th>
<th>RCW 28A.150.260</th>
</tr>
</thead>
<tbody>
<tr>
<td>Grades K-3</td>
<td>22.76</td>
</tr>
<tr>
<td>Grade 4</td>
<td>27.00</td>
</tr>
<tr>
<td>Grades 5-6</td>
<td>27.00</td>
</tr>
<tr>
<td>Grades 7-8</td>
<td>28.53</td>
</tr>
<tr>
<td>Grades 9-12</td>
<td>28.74</td>
</tr>
</tbody>
</table>

(iii) Pursuant to RCW 28A.150.260(4)(a), the assumed teacher planning period, expressed as a percentage of a teacher work day, is 13.42 percent in grades K-6, and 16.67 percent in grades 7-12; and

(iv) Laboratory science, advanced placement, and international baccalaureate courses are funded at the same class size assumptions as general education schools in the same grade; and
(d)(i) Funding for teacher librarians, school nurses, social workers, school psychologists, and guidance counselors is allocated based on the school prototypes as provided in RCW 28A.150.260 and is considered certificated instructional staff, except as provided in (d)(ii) of this subsection.

(ii) Students in approved career and technical education and skill center programs generate certificated instructional staff units to provide for the services of teacher librarians, school nurses, social workers, school psychologists, and guidance counselors at the following combined rate per 1000 students:

Career and Technical Education

students .................. 2.02 per 1000 student FTE's
Skill Center students ............. 2.36 per 1000 student FTE's

(4) ADMINISTRATIVE STAFF ALLOCATIONS

(a) Allocations for school building-level certificated administrative staff salaries for the 2011-12 and 2012-13 school years for general education students are determined using the formula-generated staff units provided in RCW 28A.150.260, and adjusted based on a district's annual average full-time equivalent student enrollment in each grade as provided in RCW 28A.150.260(13)(c).

(b) Students in approved career and technical education and skill center programs generate certificated school building-level administrator staff units at per student rates that exceed the general education rate in (a) of this subsection by the following percentages:

Career and Technical Education students ............ 2.5 percent
Skill Center students .................. 19.75 percent

(5) CLASSIFIED STAFF ALLOCATIONS

Allocations for classified staff units providing school building-level and district-wide support services for the 2011-12 and 2012-13 school years are determined using the formula-generated staff units provided in RCW 28A.150.260, and adjusted based on each district's annual average full-time equivalent student enrollment in each grade as provided in RCW 28A.150.260(13)(c).

(6) CENTRAL OFFICE ALLOCATIONS

In addition to classified and administrative staff units allocated in subsections (4) and (5) of this section, classified and
administrative staff units are provided for the 2011-12 and 2012-13 school year for the central office administrative costs of operating a school district, at the following rates:

(a) The total central office staff units provided in this subsection (6) are calculated by first multiplying the total number of eligible certificated instructional, certificated administrative, and classified staff units providing school-based or district-wide support services, as identified in RCW 28A.150.260(6)(b), by 5.3 percent.

(b) Of the central office staff units calculated in (a) of this subsection, 74.53 percent are allocated as classified staff units, as generated in subsection (5) of this section, and 25.47 percent shall be allocated as administrative staff units, as generated in subsection (4) of this section.

(c) Staff units generated as enhancements outside the program of basic education to the minimum requirements of RCW 28A.150.260, and staff units generated by skill center and career-technical students, are excluded from the total central office staff units calculation in (a) of this subsection.

(d) For students in approved career-technical and skill center programs, central office classified units are allocated at the same staff unit per student rate as those generated for general education students of the same grade in this subsection (6), and central office administrative staff units are allocated at staff unit per student rates that exceed the general education rate established for students in the same grade in this subsection (6) by 3.69 percent for career and technical education students, and 21.92 percent for skill center students.

(7) FRINGE BENEFIT ALLOCATIONS

Fringe benefit allocations shall be calculated at a rate of 16.30 percent in the 2011-12 school year and 16.31 percent in the 2012-13 school year for certificated salary allocations provided under subsections (3), (4), and (6) of this section, and a rate of 18.69 percent in the 2011-12 school year and 18.70 percent in the 2012-13 school year for classified salary allocations provided under subsections (4) and (5) of this section.

(8) INSURANCE BENEFIT ALLOCATIONS

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

(i) The number of certificated staff units determined in
subsections (3), (4), and (6) of this section; and
(ii) The number of classified staff units determined in subsections
(4) and (5) of this section multiplied by 1.152. This factor is
intended to adjust allocations so that, for the purposes of
distributing insurance benefits, full-time equivalent classified
employees may be calculated on the basis of 1440 hours of work per
year, with no individual employee counted as more than one full-time
equivalent.

(b) Public school employee health insurance benefit rates for
school year 2012-13 will be allocated at differential rates for
participants and for nonparticipants in the K-12 employee consolidated
health benefits pool. It is expected that the program transition team
will include proposed differential rates to the legislature, prior to
the 2012-13 school year, as part of its submitted implementation plan
and recommendations and in accordance with legislation enacted in the
2011 session. If Senate Bill No. . . . is not enacted by June 30,
2011, the school year 2012-13 health benefit allocation rates shall
remain, uniformly, at the 2011-12 school year level.

(9) MATERIALS, SUPPLIES, AND OPERATING COSTS (MSOC) ALLOCATIONS
Funding is allocated per annual average full-time equivalent
student, as provided in RCW 28A.150.260(13)(c), for the materials,
supplies, and operating costs (MSOC) incurred by school districts,
consistent with the requirements of RCW 28A.150.260.

(a) MSOC funding for general education students are allocated at
the following per student rates:

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<th>MSOC Component</th>
<th>2011-12</th>
<th>2012-13</th>
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</thead>
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<tr>
<td>Technology</td>
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<tr>
<td>Utilities and Insurance</td>
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</table>
Curriculum and Textbooks $61.22 $62.26
Other Supplies and Library Materials $129.97 $132.18
Instructional Professional Development for Certificated and Classified Staff $9.47 $9.63
Facilities Maintenance $76.75 $78.06
Security and Central Office $53.17 $54.08
TOTAL BASIC EDUCATION MSOC/STUDENT FTE $542.53 $551.76

(b) Students in approved skill center programs generate per student FTE MSOC allocations which equal the rate for general education students calculated in (a) of this subsection, multiplied by a factor of 2.187.
(c) Students in approved exploratory and preparatory career and technical education programs generate a per student MSOC allocation that is equal to the rate for general education students calculated in (a) of this subsection, multiplied by a factor of 2.459.
(d) Students in laboratory science courses generate per student FTE MSOC allocations which equal the per student FTE rate for general education students established in (a) of this subsection.

(10) SUBSTITUTE TEACHER ALLOCATIONS
For the 2011-12 and 2012-13 school years, funding for substitute costs for classroom teachers is based on four (4) funded substitute days per classroom teacher unit generated under subsection (3) of this section, at a daily substitute rate of $151.86.

(11) ALTERNATIVE LEARNING EXPERIENCE PROGRAM FUNDING
(a) Funding is allocated per annual average full-time equivalent student, as provided in RCW 28A.150.260(13)(c). Beginning in the 2011-12 school year, general apportionment allocations resulting from this section and compensation factors in sections 503 and 504 of this act shall be multiplied by a factor of 0.90 for students participating in alternative learning experience (ALE) programs defined in WAC 392-121-182.
(b) School districts providing ALE programs as defined in WAC 392-121-182 may not provide any compensation, reimbursement, gift, reward, or gratuity to any parents, guardians, or students for participation in ALE programs. This prohibition includes, but is not limited to, providing funds to parents, guardians, or students for the purchase of educational materials, supplies, experiences, services, or
A district may purchase educational materials, equipment, or other nonconsumable supplies for students' use in ALE programs if the purchase is consistent with laws and rules and made in the same manner as such purchases are made for students in the district's non-ALE program. Items so purchased remain the property of the school district upon ALE program completion. These requirements in this subsection extend to private and multidistrict cooperative ALE providers, and each district shall be responsible for monitoring the compliance of its ALE providers with this subsection.

(c) The superintendent of public instruction shall require all districts receiving general apportionment funding for alternative learning experience (ALE) programs as defined in WAC 392-121-182 to provide separate financial accounting of expenditures for the ALE programs offered in district or with a provider, including but not limited to private companies and multidistrict cooperatives, as well as accurate, monthly headcount and FTE enrollment claimed for basic education, including separate counts of resident and nonresident students.

(d) Beginning in the 2011-12 school year, school districts are exempt from the requirements of RCW 28A.150.100(2) for that portion of their annual average full-time equivalent enrollment in ALE programs as defined in WAC 392-121-182.

(12) ADDITIONAL FUNDING FOR SMALL SCHOOL DISTRICTS AND REMOTE AND NECESSARY PLANTS

For small school districts and remote and necessary school plants within any district which have been judged to be remote and necessary by the state board of education, and based on funding allocations per annual average full-time equivalent student, as provided in RCW 28A.150.260(13)(c), additional staff units are provided to ensure a minimum level of staffing support. Additional administrative and certificated instructional staff units provided to districts in this subsection shall be reduced by the staff units otherwise provided in subsections (2) through (6) of this section on a per district basis.

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

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

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

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

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

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

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

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

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

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

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

(f)(i) For enrollments generating certificated staff unit allocations under this subsection, one classified staff unit for each 2.94 certificated staff units allocated under such subsections;

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

(g) School districts receiving additional staff units to support small student enrollments and remote and necessary plants under this subsection (12) shall generate additional MSOC allocations consistent with the nonemployee related costs (NERC) allocation formula in place for the 2010-11 school year as provided section 502, chapter 37, Laws of 2010 1st sp. sess. (2010 supplemental budget), adjusted annually for inflation and adjusted for annual average full-time equivalent student, as provided in RCW 28A.150.260(13)(c) effective September 1, 2011.

(13) Any school district board of directors may petition the superintendent of public instruction by submission of a resolution adopted in a public meeting to reduce or delay any portion of its basic education allocation for any school year. The superintendent of public instruction shall approve such reduction or delay if it does not impair the district's financial condition. Any delay shall not be for more than two school years. Any reduction or delay shall have no impact on levy authority pursuant to RCW 84.52.0531 and local effort assistance pursuant to chapter 28A.500 RCW.
The superintendent may distribute a maximum of $2,479,000 outside the basic education formula during fiscal years 2012 and 2013 as follows:

(a) $589,000 of the general fund--state appropriation for fiscal year 2012 and $599,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for fire protection for school districts located in a fire protection district as now or hereafter established pursuant to chapter 52.04 RCW.

(b) $436,000 of the general fund--state appropriation for fiscal year 2012 and $436,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for programs providing skills training for secondary students who are enrolled in extended day school-to-work programs, as approved by the superintendent of public instruction. The funds shall be allocated at a rate not to exceed $500 per full-time equivalent student enrolled in those programs.

(c) Funding in this section is sufficient to fund adjustments to school districts' allocations resulting from the implementation of the prototypical school funding formula, pursuant to chapter 236, Laws of 2010 (K-12 education funding). The funding in this section is intended to hold school districts harmless in total for funding changes resulting from conversion to the prototypical school formula in the general apportionment program, the learning assistance program, the transitional bilingual program, and the highly capable program, after adjustment for changes in enrollment and other caseload adjustments.

(15) $208,000 of the general fund--state appropriation for fiscal year 2012 and $211,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for school district emergencies as certified by the superintendent of public instruction. At the close of the fiscal year the superintendent of public instruction shall report to the office of financial management and the appropriate fiscal committees of the legislature on the allocations provided to districts and the nature of the emergency.

(16) Amounts in this section include adjustments made by the superintendent of public instruction for the repayment of financial contingency funds allocated in fiscal year 2011, as specified in section 1402(14) of this act. For any amount allocated to a district in state fiscal year 2011, the superintendent of public instruction shall deduct in state fiscal year 2012 from the district's general
apportionment the amount of the emergency contingency allocation and any earnings by the school district on the investment of a temporary cash surplus due to the emergency contingency allocation. Repayments or advances will be accomplished by a reduction in the school district's apportionment payments on or before June 30th of the school year following the distribution of the emergency contingency allocation. All disbursements, repayments, and outstanding allocations to be repaid of the emergency contingency pool shall be reported to the office of financial management and the appropriate fiscal committees of the legislature on July 1st and January 1st of each year.

(17) $5,000,000 of the general fund--state appropriation for fiscal year 2012 and $5,000,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for a K-12 salary reduction mitigation pool for public school employees allocated an annual base state funded salary, not including benefits, of less than or equal to $30,000 per full-time equivalent staff. To the extent appropriations in this subsection are sufficient, funds shall be distributed to proportionately to restore state-funded base allocations, but in no case shall distributions exceed $900 per year per full-time equivalent staff.

(18) Funding in this section is sufficient to fund a maximum of 1.6 FTE enrollment for skills center students pursuant to chapter 463, Laws of 2007.

(19) Beginning in the 2011-12 school year, students participating in running start programs may be funded up to a combined maximum enrollment of 1.2 FTE including school district and institution of higher education enrollment. Additionally, the office of the superintendent of public instruction, in consultation with the state board for community and technical colleges, the higher education coordinating board, and the education data center, shall annually track and report to the fiscal committees of the legislature on the combined FTE experience of students participating in the running start program, including course load analyses at both the high school and community and technical college system.

(20) If two or more school districts consolidate and each district was receiving additional basic education formula staff units pursuant to subsection (12) of this section, the following apply:
(a) For three school years following consolidation, the number of basic education formula staff units shall not be less than the number of basic education formula staff units received by the districts in the school year prior to the consolidation; and

(b) For the fourth through eighth school years following consolidation, the difference between the basic education formula staff units received by the districts for the school year prior to consolidation and the basic education formula staff units after consolidation pursuant to subsection (12) of this section shall be reduced in increments of twenty percent per year.

(21)(a) Indirect cost charges by a school district to approved career and technical education middle and secondary programs shall not exceed 15 percent of the combined basic education and career and technical education program enhancement allocations of state funds. Middle and secondary career and technical education programs are considered separate programs for funding and financial reporting purposes under this section.

(b) Career and technical education program full-time equivalent enrollment shall be reported on the same monthly basis as the enrollment for students eligible for basic support, and payments shall be adjusted for reported career and technical education program enrollments on the same monthly basis as those adjustments for enrollment for students eligible for basic support.

NEW SECTION. Sec. 503. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--BASIC EDUCATION EMPLOYEE COMPENSATION

(1) The following calculations determine the salaries used in the state allocations for certificated instructional, certificated administrative, and classified staff units as provided in RCW 28A.150.280 and under section 503 of this act:

(a) Salary allocations for certificated instructional staff units are determined for each district by multiplying the district's certificated instructional total base salary shown on LEAP Document 2 by the district's average staff mix factor for certificated instructional staff in that school year, computed using LEAP document 1; and

(b) Salary allocations for certificated administrative staff units
and classified staff units for each district are determined based on the district's certificated administrative and classified salary allocation amounts shown on LEAP Document 2.

(2) For the purposes of this section:

(a) "LEAP Document 1" means the staff mix factors for certificated instructional staff according to education and years of experience, as developed by the legislative evaluation and accountability program committee on April 11, 2011, at 11:11 hours; and

(b) "LEAP Document 2" means the school year salary allocations for certificated administrative staff and classified staff and derived and total base salaries for certificated instructional staff as developed by the legislative evaluation and accountability program committee on April 11, 2011, at 11:11 hours.

(3) Incremental fringe benefit factors are applied to salary adjustments at a rate of 15.66 percent for school year 2011-12 and 15.66 percent for school year 2012-13 for certificated instructional and certificated administrative staff and 15.19 percent for school year 2011-12 and 15.20 percent for the 2012-13 school year for classified staff.

(4)(a) Pursuant to RCW 28A.150.410, the following state-wide salary allocation schedules for certificated instructional staff are established for basic education salary allocations:

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Table Of Total Base Salaries For Certificated Instructional Staff
For School Year 2011-12

*** Education Experience ***
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Table Of Total Base Salaries For Certificated Instructional Staff
For School Year 2012-13

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(b) As used in this subsection, the column headings "BA+(N)" refer to the number of credits earned since receiving the baccalaureate degree.

(c) For credits earned after the baccalaureate degree but before the masters degree, any credits in excess of forty-five credits may be counted after the masters degree. Thus, as used in this subsection, the column headings "MA+(N)" refer to the total of:

(i) Credits earned since receiving the masters degree; and

(ii) Any credits in excess of forty-five credits that were earned after the baccalaureate degree but before the masters degree.

(5) For the purposes of this section:

(a) "BA" means a baccalaureate degree.

(b) "MA" means a masters degree.

(c) "PHD" means a doctorate degree.

(d) "Years of service" shall be calculated under the same rules adopted by the superintendent of public instruction.

(e) "Credits" means college quarter hour credits and equivalent in-service credits computed in accordance with RCW 28A.415.020 and 28A.415.023.

(6) No more than ninety college quarter-hour credits received by any employee after the baccalaureate degree may be used to determine compensation allocations under the state salary allocation schedule and LEAP documents referenced in this part V, or any replacement schedules and documents, unless:

(a) The employee has a masters degree; or

(b) The credits were used in generating state salary allocations before January 1, 1992.

(7) The salary allocation schedules established in this section are for allocation purposes only except as provided in RCW 28A.400.200(2).

NEW SECTION. Sec. 504. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL EMPLOYEE COMPENSATION ADJUSTMENTS

General Fund--State Appropriation (FY 2012) . . . . . . . . . . . . $1,731,000
General Fund--State Appropriation (FY 2013) . . . . . . . . . . . . $4,837,000
General Fund--Federal Appropriation . . . . . . . . . . . . . . . . . . $2,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . $6,570,000
The appropriations in this section are subject to the following conditions and limitations:

(1)(a) Additional salary adjustments as necessary to fund the base salaries for certificated instructional staff as listed for each district in LEAP Document 2, defined in section 503(2)(b) of this act. Allocations for these salary adjustments shall be provided to all districts that are not grandfathered to receive salary allocations above the statewide salary allocation schedule, and to certain grandfathered districts to the extent necessary to ensure that salary allocations for districts that are currently grandfathered do not fall below the statewide salary allocation schedule.

(b) Additional salary adjustments to certain districts as necessary to fund the per full-time-equivalent salary allocations for certificated administrative staff as listed for each district in LEAP Document 2, defined in section 503(2)(b) of this act.

(c) Additional salary adjustments to certain districts as necessary to fund the per full-time-equivalent salary allocations for classified staff as listed for each district in LEAP Document 2, defined in section 503(2)(b) of this act.

(d) The appropriations in this subsection (1) include associated incremental fringe benefit allocations at 15.66 percent for the 2011-12 school year and 15.66 percent for the 2012-13 school year for certificated instructional and certificated administrative staff and 15.19 percent for the 2011-12 school year and 15.20 percent for the 2012-13 school year for classified staff.

(e) The appropriations in this section include the increased or decreased portion of salaries and incremental fringe benefits for all relevant state-funded school programs in part V of this act. Changes for general apportionment (basic education) are based on the salary allocation schedules and methodology in sections 503 and 504 of this act. Changes for special education result from changes in each district's basic education allocation per student. Changes for educational service districts and institutional education programs are determined by the superintendent of public instruction using the methodology for general apportionment salaries and benefits in sections 503 and 504 of this act.

(f) The appropriations in this section include no salary adjustments for substitute teachers.
(2) The maintenance rate for insurance benefit allocations is $768.00 per month for the 2011-12 and 2012-13 school years. The appropriations in this section reflect the incremental change in cost of allocating rates of $768.00 per month for the 2011-12 school year and an average of $765.18 per month for the 2012-13 school year. The 2012-13 rate will be adjusted by the legislature prior to September 1, 2012, consistent with section 502(8)(b) of this act.

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

NEW SECTION.  Sec. 505. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION

General Fund--State Appropriation (FY 2012) . . . . . . . . . . $324,734,000
General Fund--State Appropriation (FY 2013) . . . . . . . . . . $327,543,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . . $652,277,000

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) For the 2011-12 and 2012-13 school years, the superintendent shall allocate funding to school district programs for the transportation of students as provided in RCW 28A.160.192.

(b) From July 1, 2011 to August 31, 2011, the superintendent shall allocate funding to school districts programs for the transportation of students as provided in section 505, chapter 564, Laws of 2009, as amended through section 1404 of this act.

(3) Any amounts appropriated for maintenance level funding for pupil transportation that exceed actual maintenance level expenditures as calculated under the funding formula that takes effect September 1, 2011, shall be distributed to districts according to RCW 28A.160.192(2)(b).

(4) A maximum of $99,000 of this fiscal year 2012 appropriation and a maximum of $99,000 of the fiscal year 2013 appropriation may be expended for one centralized transportation coordinator. The transportation coordinator 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.

(5) The office of the superintendent of public instruction shall
provide reimbursement funding to a school district for school bus
purchases only after the superintendent of public instruction
determines that the school bus was purchased from the list established
pursuant to RCW 28A.160.195(2) or a comparable competitive bid process
based on the lowest price quote based on similar bus categories to
those used to establish the list pursuant to RCW 28A.160.195.

(6) The superintendent of public instruction shall base
depreciation payments for school district buses on the pre-sales tax
five-year average of lowest bids in the appropriate category of bus.
In the final year on the depreciation schedule, the depreciation
payment shall be based on the lowest bid in the appropriate bus
category for that school year.

(7) Funding levels in this section reflect waivers granted by the
state board of education for four-day school weeks as allowed under RCW
28A.305.141.

NEW SECTION. Sec. 506. FOR THE SUPERINTENDENT OF PUBLIC
INSTRUCTION--FOR SCHOOL FOOD SERVICE PROGRAMS

General Fund--State Appropriation (FY 2012) . . . . . . . . . . . . $6,952,000
General Fund--State Appropriation (FY 2013) . . . . . . . . . . . . $6,952,000
General Fund--Federal Appropriation . . . . . . . . . . . . . . . . . . . . . . . $437,988,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . $451,892,000

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

(1) $6,952,000 of the general fund--state appropriation for fiscal
year 2012 and $6,952,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for state matching money for
federal child nutrition programs, and may support the meals for kids
program through the following allowable uses:

(a) Payment of breakfast copays for income-eligible children and
lunch copays for students in grades kindergarten through third grade
who are eligible for reduced price lunch;

(b) Assistance to school districts and authorized nonprofit
entities for supporting summer food service programs, and initiating
new summer food service programs in low-income areas;
(c) Reimbursements to school districts for school breakfasts served to students eligible for free and reduced price lunch, pursuant to chapter 287, Laws of 2005; and

(d) Assistance to school districts in initiating and expanding school breakfast programs.

The office of the superintendent of public instruction shall report annually to the fiscal committees of the legislature on annual expenditures in (a), (b), and (c) of this subsection.

NEW SECTION. Sec. 507. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION PROGRAMS

General Fund--State Appropriation (FY 2012) .................. $665,943,000
General Fund--State Appropriation (FY 2013) .................. $698,973,000
General Fund--Federal Appropriation ......................... $691,796,000
Education Legacy Trust Account--State Appropriation ....... $756,000

TOTAL APPROPRIATION ........................................ $2,057,468,000

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

(1) Funding for special education programs is provided on an excess cost basis, pursuant to RCW 28A.150.390. School districts shall ensure that special education students as a class receive their full share of the general apportionment allocation accruing through sections 502 and 504 of this act. To the extent a school district cannot provide an appropriate education for special education students under chapter 28A.155 RCW through the general apportionment allocation, it shall provide services through the special education excess cost allocation funded in this section.

(2)(a) The superintendent of public instruction shall ensure that:

(i) Special education students are basic education students first;

(ii) As a class, special education students are entitled to the full basic education allocation; and

(iii) Special education students are basic education students for the entire school day.

(b) The superintendent of public instruction shall continue to implement the full cost method of excess cost accounting, as designed by the committee and recommended by the superintendent, pursuant to section 501(1)(k), chapter 372, Laws of 2006.
(c) Beginning with the 2010-11 school year award cycle, the office of the superintendent of public instruction shall make award determinations for state safety net funding in August of each school year. Determinations on school district eligibility for state safety net awards shall be based on analysis of actual expenditure data from the current school year.

(3) Each 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.

(4)(a) For the 2011-12 and 2012-13 school years, the superintendent shall allocate funding to school district programs for special education students as provided in RCW 28A.150.390.

(b) From July 1, 2011 to August 31, 2011, the superintendent shall allocate funding to school district programs for special education students as provided in section 507, chapter 564, Laws of 2009, as amended through section 1406 of this act.

(5) The following applies throughout this section: The definitions for enrollment and enrollment percent are as specified in RCW 28A.150.390(3). Each district's general fund--state funded special education enrollment shall be the lesser of the district's actual enrollment percent or 12.7 percent.

(6) At the request of any interdistrict cooperative of at least 15 districts in which all excess cost services for special education students of the districts are provided by the cooperative, the maximum enrollment percent shall be calculated in accordance with RCW 28A.150.390(3) (c) and (d), and shall be calculated in the aggregate rather than individual district units. For purposes of this subsection, the average basic education allocation per full-time equivalent student shall be calculated in the aggregate rather than individual district units.

(7) $16,404,000 of the general fund--state appropriation for fiscal year 2012, $31,355,000 of the general fund--state appropriation for fiscal year 2013, and $29,574,000 of the general fund--federal appropriation are provided solely for safety net awards for districts with demonstrated needs for special education funding beyond the amounts provided in subsection (4) of this section. If the federal safety net awards based on the federal eligibility threshold exceed the federal appropriation in this subsection (7) in any fiscal year, the
superintendent shall expend all available federal discretionary funds necessary to meet this need. At the conclusion of each school year, the superintendent shall recover safety net funds that were distributed prospectively but for which districts were not subsequently eligible.

(a) For the 2011-12 and 2012-13 school years, safety net funds shall be awarded by the state safety net oversight committee as provided in section 109(1) chapter 548, Laws of 2009 (ESHB 2261).

(b) From July 1, 2011 to August 31, 2011, the superintendent shall operate the safety net oversight committee and shall award safety net funds as provided in section 507, chapter 564, Laws of 2009, as amended through section 1406 of this act.

(8) A maximum of $678,000 may be expended from the general fund--state appropriations to fund 5.43 full-time equivalent teachers and 2.1 full-time equivalent aides at children's orthopedic hospital and medical center. This amount is in lieu of money provided through the home and hospital allocation and the special education program.

(9) The superintendent shall maintain the percentage of federal flow-through to school districts at 85 percent. In addition to other purposes, school districts may use increased federal funds for high-cost students, for purchasing regional special education services from educational service districts, and for staff development activities particularly relating to inclusion issues.

(10) A school district may carry over from one year to the next year up to 10 percent of the general fund--state funds allocated under this program; however, carryover funds shall be expended in the special education program.

(11) $251,000 of the general fund--state appropriation for fiscal year 2012 and $251,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for two additional full-time equivalent staff to support the work of the safety net committee and to provide training and support to districts applying for safety net awards.

(12) $50,000 of the general fund--state appropriation for fiscal year 2012, $50,000 of the general fund--state appropriation for fiscal year 2013, and $100,000 of the general fund--federal appropriation shall be expended to support a special education ombudsman program within the office of superintendent of public instruction.
NEW SECTION. Sec. 508. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR EDUCATIONAL SERVICE DISTRICTS

General Fund--State Appropriation (FY 2012) $6,691,000
General Fund--State Appropriation (FY 2013) $6,733,000
TOTAL APPROPRIATION $13,424,000

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

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

2. $1,649,000 of the general fund--state appropriation for fiscal year 2012 and $1,656,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for regional professional development related to mathematics and science curriculum and instructional strategies. Funding shall be distributed among the educational service districts in the same proportion as distributions in the 2007-2009 biennium. Each educational service district shall use this funding solely for salary and benefits for a certificated instructional staff with expertise in the appropriate subject matter and in professional development delivery, and for travel, materials, and other expenditures related to providing regional professional development support.

3. The educational service districts, at the request of the state board of education pursuant to RCW 28A.310.010 and 28A.310.340, may receive and screen applications for school accreditation, conduct school accreditation site visits pursuant to state board of education rules, and submit to the state board of education post-site visit recommendations for school accreditation. The educational service districts may assess a cooperative service fee to recover actual plus reasonable indirect costs for the purposes of this subsection.

NEW SECTION. Sec. 509. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT ASSISTANCE

General Fund--State Appropriation (FY 2012) $303,337,000
General Fund--State Appropriation (FY 2013) $308,445,000
TOTAL APPROPRIATION $611,782,000

The appropriations in this section are subject to the following conditions and limitations: For purposes of RCW 84.52.0531, the
increase per full-time equivalent student is 3 percent from the 2010-11 school year to the 2011-12 school year and 5 percent from the 2011-12 school year to the 2012-13 school year.

NEW SECTION. Sec. 510. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL EDUCATION PROGRAMS

General Fund--State Appropriation (FY 2012) . . . . . . . . . $16,613,000
General Fund--State Appropriation (FY 2013) . . . . . . . . . $16,512,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . $33,125,000

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

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

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

(4) The funded staffing ratios for education programs for juveniles age 18 or less in department of corrections facilities shall be the same as those provided in the 1997-99 biennium.

(5) $509,000 of the general fund--state appropriation for fiscal year 2012 and $509,000 of the general fund--state appropriation for fiscal year 2013 are provided solely to maintain at least one certificated instructional staff and related support services at an institution whenever the K-12 enrollment is not sufficient to support one full-time equivalent certificated instructional staff to furnish the educational program. The following types of institutions are included: Residential programs under the department of social and health services for developmentally disabled juveniles, programs for juveniles under the department of corrections, programs for juveniles under the juvenile rehabilitation administration, and programs for juveniles operated by city and county jails.
Ten percent of the funds allocated for each institution may be carried over from one year to the next.

NEW SECTION. Sec. 511. FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS

General Fund--State Appropriation (FY 2012) ............... $8,817,000
General Fund--State Appropriation (FY 2013) ............... $8,908,000
TOTAL APPROPRIATION ........................................ $17,725,000

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) For the 2011-12 and 2012-13 school years, the superintendent shall allocate funding to school district programs for highly capable students as provided in RCW 28A.150.260(10)(c). In calculating the allocations, the superintendent shall assume the following: (i) Additional instruction of 2.1590 hours per week per funded highly capable program student; (ii) fifteen highly capable program students per teacher; (iii) 36 instructional weeks per year; (iv) 900 instructional hours per teacher; and (v) the district's average staff mix and compensation rates as provided in sections 503 and 504 of this act.

(b) From July 1, 2011, to August 31, 2011, the superintendent shall allocate funding to school districts programs for highly capable students as provided in section 511, chapter 564, Laws of 2009, as amended through section 1409 of this act.

(3) $85,000 of the general fund--state appropriation for fiscal year 2012 and $85,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the centrum program at Fort Worden state park.

NEW SECTION. Sec. 512. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR MISCELLANEOUS--NO CHILD LEFT BEHIND ACT

General Fund--Federal Appropriation ....................... $7,352,000

NEW SECTION. Sec. 513. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--EDUCATION REFORM PROGRAMS

General Fund--State Appropriation (FY 2012) ............... $54,865,000
General Fund--State Appropriation (FY 2013) .......... $78,554,000
General Fund--Federal Appropriation .................. $103,367,000
Education Legacy Trust Account--State Appropriation ... $87,006,000
TOTAL APPROPRIATION .................................. $323,792,000

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

(1)(a) $39,167,000 of the general fund--state appropriation for fiscal year 2012, $37,419,000 of the general fund--state appropriation for fiscal year 2013, $1,350,000 of the education legacy trust account--state appropriation, and $15,868,000 of the general fund--federal appropriation are provided solely for development and implementation of the Washington state assessment system, including:
(i) Development and implementation of retake assessments for high school students who are not successful in one or more content areas and
(ii) development and implementation of alternative assessments or appeals procedures to implement the certificate of academic achievement. The superintendent of public instruction shall report quarterly on the progress on development and implementation of alternative assessments or appeals procedures. Within these amounts, the superintendent of public instruction shall contract for the early return of 10th grade student assessment results, on or around June 10th of each year.

(b) Payments for collections of evidence shall be made for submissions that meet the criteria for scoring only.

(2) $200,000 of the general fund--state appropriation for fiscal year 2012 and $200,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the Washington state leadership and assistance for science education reform (LASER) regional partnership activities coordinated at the Pacific science center, including instructional material purchases, teacher and principal professional development, and school and community engagement events.

(3) $105,754,000 of the general fund--federal appropriation is for preparing, training, and recruiting high quality teachers and principals under Title II of the no child left behind act.

(4) $980,000 of the general fund--state appropriation for fiscal year 2012 and $980,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for improving technology infrastructure, monitoring and reporting on school district technology
development, promoting standards for school district technology, promoting statewide coordination and planning for technology development, and providing regional educational technology support centers, including state support activities, under chapter 28A.650 RCW.

(5) $85,623,000 of the education legacy trust account--state appropriation is provided solely for grants for voluntary full-day kindergarten at the highest poverty schools, as provided in RCW 28A.150.315. The office of the superintendent of public instruction shall provide allocations to districts for recipient schools in accordance with the funding formulas provided in sections 502, 503, and 504 of this act. Each kindergarten student who enrolls for the voluntary full-day program in a recipient school shall count as one-half of one full-time equivalent student for purpose of making allocations under this subsection. Although the allocations are formula driven, the office of the superintendent of public instruction shall consider funding provided in this subsection as a fixed amount, and shall limit the number of recipient schools so as to stay within the amounts appropriated each fiscal year in this subsection. The funding provided in this subsection is estimated to provide full-day kindergarten programs for 20 percent of kindergarten enrollment. Funding priority shall be given to schools with the highest poverty levels, as measured by prior year free and reduced price lunch eligibility rates in each school. Additionally, as a condition of funding, school districts must agree to provide the full-day program to the children of parents who request it in each eligible school. For the purpose of calculating a school district levy base, funding provided in this subsection shall be considered a state block grant program under RCW 84.52.0531.

(a) Of the amounts provided in this subsection, a maximum of $272,000 may be used for administrative support of the full-day kindergarten program within the office of the superintendent of public instruction.

(b) Student enrollment pursuant to this program shall not be included in the determination of a school district's overall K-12 FTE for the allocation of student achievement programs and other funding formulas unless specifically stated.

(6) $3,852,000 of the general fund--state appropriation for fiscal year 2012 and $2,624,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for continued implementation of chapter 235, Laws of 2010 (education reform) including development of new performance-based evaluation systems for certificated educators.

(7) $26,656,000 of the general fund--state appropriation for fiscal year 2013 is provided solely for the following bonuses for teachers who hold valid, unexpired certification from the national board for professional teaching standards and who are teaching in a Washington public school, subject to the following conditions and limitations:

(a) For national board certified teachers, a bonus of $5,090 per teacher in the 2011-12 and 2012-13 school years for a maximum of three total years from the time of certification;

(b) An additional $5,000 annual bonus shall be paid to national board certified teachers, for a maximum of three total years from the time of certification, who teach in either: (i) High schools where at least 50 percent of student headcount enrollment is eligible for federal free or reduced price lunch, (ii) middle schools where at least 60 percent of student headcount enrollment is eligible for federal free or reduced price lunch, or (iii) elementary schools where at least 70 percent of student headcount enrollment is eligible for federal free or reduced price lunch;

(c) Beginning in the 2011-12 school year, all bonuses in (a) and (b) of this subsection will be paid in July of each school year.

(d) During the 2011-12 and 2012-13 school years, and within available funds, certificated instructional staff who have met the eligibility requirements and have applied for certification from the national board for professional teaching standards may receive a conditional loan of two thousand dollars or the amount set by the office of the superintendent of public instruction to contribute toward the current assessment fee, not including the initial up-front candidacy payment. The fee shall be an advance on the first annual bonus under RCW 28A.405.415. The conditional loan is provided in addition to compensation received under a district's salary schedule and shall not be included in calculations of a district's average salary and associated salary limitation under RCW 28A.400.200. Recipients who fail to receive certification after three years are required to repay the conditional loan, not including the initial up-front candidacy payment, as set by the national board for professional teaching standards and administered by the office of the superintendent.
of public instruction. The office of the superintendent of public 
instruction shall adopt rules to define the terms for initial grant of 
the assessment fee and repayment, including applicable fees.

(8) $477,000 of the general fund--state appropriation for fiscal 
year 2012 and $477,000 of the general fund--state appropriation for 
fiscal year 2013 are provided solely for the leadership internship 
program for superintendents, principals, and program administrators.

(9) $810,000 of the general fund--state appropriation for fiscal 
year 2012 and $810,000 of the general fund--state appropriation for 
fiscal year 2013 are provided solely for the development of a 
leadership academy for school principals and administrators. The 
superintendent of public instruction shall contract with an independent 
organization to design, field test, and implement a state-of-the-art 
education leadership academy that will be accessible throughout the 
state. Initial development of the content of the academy activities 
shall be supported by private funds. Semiannually the independent 
organization shall report on amounts committed by foundations and 
others to support the development and implementation of this program. 
Leadership academy partners shall include the state level organizations 
for school administrators and principals, the superintendent of public 
instruction, the professional educator standards board, and others as 
the independent organization shall identify.

(10) $3,235,000 of the general fund--state appropriation for fiscal 
year 2012 and $3,235,000 of the general fund--state appropriation for 
fiscal year 2013 are provided solely for grants to school districts to 
provide a continuum of care for children and families to help children 
become ready to learn. Grant proposals from school districts shall 
contain local plans designed collaboratively with community service 
providers. If a continuum of care program exists in the area in which 
the school district is located, the local plan shall provide for 
coordination with existing programs to the greatest extent possible. 
Grant funds shall be allocated pursuant to RCW 70.190.040.

(11) $977,000 of the general fund--state appropriation for fiscal 
year 2012 and $977,000 of the general fund--state appropriation for 
fiscal year 2013 are provided solely for secondary career and technical 
education grants pursuant to chapter 170, Laws of 2008. If equally 
matched by private donations, $300,000 of the 2012 appropriation and
$300,000 of the 2013 appropriation shall be used to support FIRST robotics programs.

(12) $1,092,000 of the general fund--state appropriation for fiscal year 2012, $1,118,000 of the general fund--state appropriation for fiscal year 2013, and $33,000 of the education legacy trust account--state appropriation are for administrative support of education reform programs.

(13) $2,000,000 of the general fund--state appropriation for fiscal year 2012 and $2,000,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the Microsoft Information Technology (IT) Academy Program, which provides free educational software, as well as IT certification and software training opportunities for students and staff in public schools.

**NEW SECTION.** Sec. 514. **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL BILINGUAL PROGRAMS**

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<td>General Fund--Federal Appropriation</td>
<td>$71,001,000</td>
</tr>
<tr>
<td><strong>TOTAL APPROPRIATION</strong></td>
<td><strong>$246,363,000</strong></td>
</tr>
</tbody>
</table>

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) For the 2011-12 and 2012-13 school years, the superintendent shall allocate funding to school districts for transitional bilingual programs as provided in RCW 28A.150.260(10)(b). In calculating the allocations, the superintendent shall assume the following averages:
   - (i) Additional instruction of 4.7780 hours per week per transitional bilingual program student; (ii) fifteen transitional bilingual program students per teacher; (iii) 36 instructional weeks per year; (iv) 900 instructional hours per teacher; and (v) the district's average staff mix and compensation rates as provided in sections 503 and 504 of this act.

   (b) From July 1, 2011, to August 31, 2011, the superintendent shall allocate funding to school districts for transitional bilingual
instruction programs as provided in section 514, chapter 564, Laws of 2009, as amended through section 1411 of this act.

(c) The allocations in this section reflect the implementation of a new funding formula for the transitional bilingual instructional program, effective September 1, 2011, as specified in RCW 28A.150.260(10)(b).

(3) The superintendent may withhold up to 2.5 percent of the school year allocations to school districts in subsection (2) of this section solely for the central provision of assessments as provided in RCW 28A.180.090 (1) and (2).

(4) $35,000 of the general fund--state appropriation for fiscal year 2012 and $35,000 of the general fund--state appropriation for fiscal year 2013 are provided solely to track current and former transitional bilingual program students.

(5) The general fund--federal appropriation in this section is for migrant education under Title I Part C and English language acquisition, and language enhancement grants under Title III of the elementary and secondary education act.

(6)(a) The office of the superintendent of public instruction shall implement a funding model for the transitional bilingual program, beginning in school year 2012-13, that is scaled to provide more support to students requiring most intensive intervention, (students with beginning levels of English language proficiency) and less support to students requiring less intervention. The funding model shall also provide up to two years of bonus funding upon successful exit from the bilingual program to facilitate successful transition to a standard program of education.

(b) The office of the superintendent of public instruction shall, prior to the 2012-13 school year, procure a standardized annual test that measures students' English language proficiency level in listening, speaking, reading, and writing and places students at levels of proficiency.

(c) It is expected that per-pupil funding for level 2 proficiency will be set at the same level as would have been provided statewide prior to establishing differential per-pupil amounts; level 1 will be 125 percent of level 2; level 3 through the level prior to exit will be 75 percent of level 2; and two bonus years upon successful demonstration of proficiency will be 100 percent of level 2. Prior to
implementing in school year 2012-13, the office of the superintendent of public instruction shall provide to the senate and house of representatives ways and means committees recommended rates based on the results of proficiency test procurement, expressed as both per-pupil rates and hours of instruction as provided in RCW 28A.150.260 (10)(b).

(d) Each bilingual student shall be tested for proficiency level and, therefore, eligibility for the transitional bilingual program each year. The bonus payments for up to two school years following successful exit from the transitional bilingual program shall be allocated to the exiting school district. If the student graduates or transfers to another district prior to the district receiving both years' bonuses, the district shall receive the bonus for only the length of time the student remains enrolled in the exiting district.

(e) The office of the superintendent of public instruction shall report to the senate and house of representatives ways and means committees and education committees annually by December 31st of each year, through 2018, regarding any measurable changes in proficiency, time-in-program, and transition experience.

NEW SECTION. Sec. 515. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING ASSISTANCE PROGRAM

General Fund--State Appropriation (FY 2012) ............. $104,084,000
General Fund--State Appropriation (FY 2013) ............. $104,927,000
General Fund--Federal Appropriation ..................... $581,207,000
Education Legacy Trust Account--State Appropriation .... $47,980,000
TOTAL APPROPRIATION ................................. $838,198,000

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

(1) The general fund--state appropriations in this section are subject to the following conditions and limitations:

(a) The appropriations include such funds as are necessary to complete the school year ending in the fiscal year and for prior fiscal year adjustments.

(b)(i) For the 2011-12 and 2012-13 school years, the superintendent shall allocate funding to school districts for learning assistance programs as provided in RCW 28A.150.260(10)(a). In calculating the allocations, the superintendent shall assume the following averages:
(A) Additional instruction of 1.51560 hours per week per funded
learning assistance program student; (B) fifteen learning assistance
program students per teacher; (C) 36 instructional weeks per year; (D)
900 instructional hours per teacher; and (E) the district's average
staff mix and compensation rates as provided in sections 503 and 504 of
this act.

(ii) From July 1, 2011, to August 31, 2011, the superintendent
shall allocate funding to school districts for learning assistance
programs as provided in section 515, chapter 564, Laws of 2009, as
amended through section 1412 of this act.

(c) A school district's funded students for the learning assistance
program shall be the sum of the district's full-time equivalent
enrollment in grades K-12 for the prior school year multiplied by the
district's percentage of October headcount enrollment in grades K-12
eligible for free or reduced price lunch in the prior school year.

(2) Allocations made pursuant to subsection (1) of this section
shall be adjusted to reflect ineligible applications identified through
the annual income verification process required by the national school
lunch program, as recommended in the report of the state auditor on the
learning assistance program dated February, 2010.

(3) The general fund--federal appropriation in this section is
provided for Title I Part A allocations of the no child left behind act

(4) A school district may carry over from one year to the next up
to 10 percent of the general fund-state or education legacy trust funds
allocated under this program; however, carryover funds shall be
expended for the learning assistance program.

(5) The office of the superintendent of public instruction shall
research and recommend options for an adjustment factor for middle
school and high school free and reduced price lunch eligibility
reporting rates pursuant to RCW 28A.150.260(12)(a), and submit a report
to the fiscal committees of the legislature by June 1, 2012. For the
2011-12 and 2012-13 school years, the adjustment factor is 1.0.

NEW SECTION. Sec. 516. FOR THE SUPERINTENDENT OF PUBLIC
INSTRUCTION

(1) Amounts distributed to districts by the superintendent through
part V of this act are for allocations purposes only and do not entitle
a particular district, district employee, or student to a specific service, beyond what has been expressly provided in statute. Part V of this act restates the requirements of various sections of Title 28A RCW. If any conflict exists, the provisions of Title 28A RCW control unless this act explicitly states that it is providing an enhancement. Any amounts provided in part V of this act in excess of the amounts required by Title 28A RCW provided in statute, are not within the program of basic education.

(2) To the maximum extent practicable, when adopting new or revised rules or policies relating to the administration of allocations in part V of this act that result in fiscal impact, the office of the superintendent of public instruction shall attempt to seek legislative approval through the budget request process.

(3) Appropriations made in this act to the office of the superintendent of public instruction shall initially be allotted as required by this act. Subsequent allotment modifications shall not include transfers of moneys between sections of this act.

(End of part)
NEW SECTION. Sec. 601. The appropriations in sections 605 through 611 of this act are subject to the following conditions and limitations:

1. "Institutions" means the institutions of higher education receiving appropriations under sections 605 through 611 of this act.

2. The legislature, the office of financial management, and other state agencies need consistent and accurate personnel data from institutions of higher education for policy planning purposes. Institutions of higher education shall report personnel data to the department of personnel for inclusion in the department's data warehouse. Uniform reporting procedures shall be established by the department of personnel for use by the reporting institutions, including provisions for common job classifications and common definitions of full-time equivalent staff. Annual contract amounts, number of contract months, and funding sources shall be consistently reported for employees under contract.

3. In addition to waivers granted under the authority of RCW 28B.15.910, the governing boards and the state board may waive all or a portion of operating fees for any student. State general fund appropriations shall not be provided to replace tuition and fee revenue foregone as a result of waivers granted under this subsection.

4. The institutions of higher education receiving state and federal appropriations under sections 605 through 611 of this act shall allot anticipated state, federal, and tuition expenditures by budget program and fiscal year.

5. To the extent permitted by the applicable personnel system rules, and to the extent collectively bargained with represented employees, institutions of higher education are encouraged to achieve the reductions in full-time-equivalent employment and payroll levels necessary to operate within this budget through strategies that will minimize impacts on employees, their families, their communities, and short- and longer-term accomplishment of institutional mission. Institutions are encouraged to utilize strategies such as reduced work-
hours per day or week, voluntary leave without pay, and temporary furloughs that enable employees to maintain permanent employment status. Institutions are further encouraged to implement such strategies in ways that will enable employees to maintain full insurance benefits, full retirement service credit, and a living wage.

(6)(a) For institutions receiving appropriations in section 605 of this act the only allowable salary increases provided are those with normally occurring promotions and increases related to faculty and staff retention.

(b) For employees under the jurisdiction of chapter 41.56 RCW, salary increases will be in accordance with the applicable collective bargaining agreement. However, an increase shall not be provided to any classified employee whose salary is above the approved salary range maximum for the class to which the employee's position is allocated.

(c) For each institution of higher education receiving appropriations under sections 606 through 611 of this act:

(i) The only allowable salary increases are those associated with normally occurring promotions and increases related to faculty and staff retention;

(ii) Institutions may provide salary increases from other sources to academic employees of the community and technical colleges, instructional and research faculty at the universities and The Evergreen State College, exempt professional staff, teaching and research assistants, as classified by the office of financial management, and all other nonclassified staff, but not including employees under RCW 28B.16.015, to the extent permitted by sections 925 through 935 of this act. Any salary increase granted under the authority of this subsection (6)(c)(ii) shall not be included in an institution's salary base for future state funding. It is the intent of the legislature that state general fund support for an institution shall not increase during the current or any future biennium as a result of any salary increases authorized under this subsection (6)(c)(ii).

NEW SECTION. Sec. 602. (1) Within the funds appropriated in this act, each institution of higher education is expected to enroll and educate at least the following numbers of full-time equivalent state-
supported students per academic year:

<table>
<thead>
<tr>
<th>Institution</th>
<th>2011-12 Annual Average</th>
<th>2012-13 Annual Average</th>
</tr>
</thead>
<tbody>
<tr>
<td>University of Washington</td>
<td>37,162</td>
<td>37,162</td>
</tr>
<tr>
<td>Washington State University</td>
<td>22,228</td>
<td>22,228</td>
</tr>
<tr>
<td>Central Washington University</td>
<td>8,734</td>
<td>8,456</td>
</tr>
<tr>
<td>Eastern Washington University</td>
<td>8,808</td>
<td>8,808</td>
</tr>
<tr>
<td>The Evergreen State College</td>
<td>4,213</td>
<td>4,213</td>
</tr>
<tr>
<td>Western Washington University</td>
<td>11,762</td>
<td>11,762</td>
</tr>
<tr>
<td>State Board for Community &amp; Technical Colleges</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Adult Students</td>
<td>139,237</td>
<td>139,237</td>
</tr>
<tr>
<td>Running Start Students</td>
<td>11,558</td>
<td>11,558</td>
</tr>
</tbody>
</table>

(2) In achieving or exceeding these enrollment targets, each institution shall seek to:

(a) Maintain and to the extent possible increase enrollment opportunities at branch campuses;

(b) Maintain and to the extent possible increase enrollment opportunities at university centers and other partnership programs that enable students to earn baccalaureate degrees on community college campuses; and

(c) Eliminate and consolidate programs of study for which there is limited student or employer demand, or that are not areas of core academic strength for the institution, particularly when such programs duplicate offerings by other in-state institutions.

(3) For purposes of monitoring and reporting statewide enrollment, the University of Washington and Washington State University shall notify the office of financial management of the number of full-time student equivalent enrollments budgeted for each of their campuses.

(4) It is the intent of the legislature that expectations regarding full-time student enrollment shall become part of the negotiation process to establish performance contracts as specified in Senate Bill No. 5915 (higher education funding).

NEW SECTION. Sec. 603. PUBLIC BACCALAUREATE INSTITUTIONS
In order to operate within the state funds appropriated in this act, the governing boards of the state research universities, the state regional universities, and The Evergreen State College are authorized to adopt and adjust tuition and fees for the 2011-12 and 2012-13 academic years as provided in this section:

(1) The governing boards of the University of Washington, Washington State University, and Western Washington University may increase the tuition fees, as defined in RCW 28B.15.020, charged to resident undergraduate students by no more than sixteen percent over the amounts charged to resident undergraduate students for the prior academic year.

(2) The governing boards of Central Washington University and The Evergreen State College may increase the tuition fees, as defined in RCW 28B.15.020, charged to resident undergraduate students by no more than fourteen percent over the amounts charged to resident undergraduate students for the prior academic year.

(3) The governing board of Eastern Washington University may increase the tuition fees, as defined in RCW 28B.15.020, charged to resident undergraduate students by no more than eleven percent over the amounts charged to resident undergraduate students for the prior academic year.

(4) Each governing board is authorized to increase tuition charges to graduate and professional students, and to nonresident undergraduate students, by amounts judged reasonable and necessary by the governing board.

(5) Each governing board is authorized to increase summer quarter or semester tuition fees for resident and nonresident undergraduate, graduate, and professional students pursuant to RCW 28B.15.067.

(6) Each governing board is authorized to adopt or increase charges for fee-based, self-sustaining degree programs, credit courses, noncredit workshops and courses, and special contract courses by amounts judged reasonable and necessary by the governing board.

(7) Each governing board is authorized to adopt or increase services and activities fees for all categories of students as provided in RCW 28B.15.069.

(8) Each governing board is authorized to adopt or increase technology fees as provided in RCW 28B.15.069.
(9) Each governing board is authorized to adopt or increase special course and lab fees, and health and counseling fees, to the extent necessary to cover the reasonable and necessary exceptional cost of the course or service.

(10) Each governing board is authorized to adopt or increase administrative fees such as, but not limited to, those charged for application, matriculation, special testing, and transcripts by amounts judged reasonable and necessary by the governing board.

NEW SECTION. Sec. 604. STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES

In order to operate within the state funds appropriated in this act, the state board for community and technical colleges and the trustees of the state's community and technical colleges are authorized to adopt and adjust tuition and fees for the 2011-12 and 2012-13 academic years as provided in this section:

(1) The state board may increase the tuition fees charged to resident undergraduate students by no more than twelve percent over the amounts charged to resident undergraduates during the prior academic year. The board may increase tuition fees under this subsection differentially based on student credit hour load, provided that the overall increase in average tuition revenue per student does not exceed ten percent each year.

(2) The state board may increase the tuition fees charged to resident undergraduates enrolled in upper division applied baccalaureate programs by no more than twelve percent over the amounts charged during the prior academic year.

(3) The state board may increase the tuition fees charged to nonresident students by amounts judged reasonable and necessary by the board.

(4) The trustees of the technical colleges are authorized to either (a) increase operating fees by no more than the percentage increases authorized for community colleges by the state board; or (b) fully adopt the tuition fee charge schedule adopted by the state board for community colleges.

(5) For academic years 2011-2012 and 2012-2013, the trustees of the technical colleges are authorized to increase building fees by an
amount judged reasonable in order to progress toward parity with the
building fees charged students attending the community colleges.

(6) The state board is authorized to increase the maximum allowable
services and activities fee as provided in RCW 28B.15.069. The
trustees of the community and technical colleges are authorized to
increase services and activities fees up to the maximum level
authorized by the state board.

(7) The trustees of the community and technical colleges are
authorized to adopt or increase charges for fee-based, self-sustaining
programs such as summer session, international student contracts, and
special contract courses by amounts judged reasonable and necessary by
the trustees.

(8) The trustees of the community and technical colleges are
authorized to adopt or increase special course and lab fees to the
extent necessary to cover the reasonable and necessary exceptional cost
of the course or service.

(9) The trustees of the community and technical colleges are
authorized to adopt or increase administrative fees such as but not
limited to those charged for application, matriculation, special
testing, and transcripts by amounts judged reasonable and necessary by
the trustees.

NEW SECTION. Sec. 605. FOR THE STATE BOARD FOR COMMUNITY AND
TECHNICAL COLLEGES
General Fund--State Appropriation (FY 2012) ...............$576,889,000
General Fund--State Appropriation (FY 2013) ...............$576,528,000
Community/Technical College Capital Projects
Account--State Appropriation .................. $8,037,000
Education Legacy Trust Account--State Appropriation .... $30,304,000
TOTAL APPROPRIATION ....................... $1,191,758,000

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

(1) $28,761,000 of the general fund--state appropriation for fiscal
year 2012 and $28,761,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely as special funds for training and
related support services, including financial aid, as specified in RCW
28C.04.390. Funding is provided to support at least 6,200 full-time
equivalent students in fiscal year 2012 and at least 6,200 full-time equivalent students in fiscal year 2013.

(2) $2,725,000 of the general fund--state appropriation for fiscal year 2012 and $2,725,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for administration and customized training contracts through the job skills program. The state board shall make an annual report by January 1st of each year to the governor and to the appropriate policy and fiscal committees of the legislature regarding implementation of this section, listing the scope of grant awards, the distribution of funds by educational sector and region of the state, and the results of the partnerships supported by these funds.

(3) The state board for community and technical colleges shall achieve $7,500,000 in general fund savings in fiscal year 2012 and $7,500,000 in general fund savings in fiscal year 2012 from various efficiencies implemented in the community and technical college system including consolidation of college districts; consolidation of administrative and governance functions including, but not limited to, human resources, budget and accounting services, and president's offices; consolidation of student service functions including, but not limited to, financial aid services, student advising, and libraries; and other administrative efficiencies including, but not limited to, greater use of telephone and videoconferencing and reduced travel costs. A report explaining the methods used to achieve the savings required is due to the fiscal committees of the legislature by December 31, 2013.

(4) $7,500,000 of the general fund--state appropriation for fiscal year 2012 and $7,500,000 of the general fund--state appropriation for fiscal year 2013 is provided solely for worker retraining.

NEW SECTION. Sec. 606. FOR THE UNIVERSITY OF WASHINGTON

General Fund--State Appropriation (FY 2012) . . . . . . . . . . . . $224,872,000
General Fund--State Appropriation (FY 2013) . . . . . . . . . . . . $227,789,000
University of Washington Building Account--State Appropriation . . . . . . . . . . . . $239,000
Biotoxin Account--State Appropriation . . . . . . . . . . . . . . . . . . . . $450,000
Accident Account--State Appropriation . . . . . . . . . . . . . . . . . . . $6,807,000
Medical Aid Account--State Appropriation . . . . . . . . . . . . . . . . . $6,593,000
The appropriations in this section are subject to the following conditions and limitations:

(1) In implementing the appropriations in this section, the president and regents shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other noninstructional activities.

(2) $600,000 of the general fund--state appropriation for fiscal year 2012 and $600,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the development of integrated medical curriculum for the Washington/Wyoming/Alaska/Montana/Idaho (WWAMI) medical education program in Spokane and eastern Washington. Funding is contingent on appropriations being provided to Washington State University for WWAMI program expansion in Spokane and eastern Washington.

(3) $52,000 of the general fund--state appropriation for fiscal year 2010 and $52,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the center of the international trade in forest products in the college of forest resources.

(4) $88,000 of the general fund--state appropriation for fiscal year 2012 is provided solely for implementation of Engrossed Second Substitute Senate Bill No. 5485 (state’s natural resources). If the bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(5) $143,000 of the general fund--state appropriation for fiscal year 2012 and $144,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the ongoing management of the Washington park arboretum.

**NEW SECTION. Sec. 607. FOR WASHINGTON STATE UNIVERSITY**

<table>
<thead>
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<th>Appropriation</th>
<th>Amount</th>
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</thead>
<tbody>
<tr>
<td>General Fund--State Appropriation (FY 2012)</td>
<td>$142,309,000</td>
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<tr>
<td>General Fund--State Appropriation (FY 2013)</td>
<td>$143,092,000</td>
</tr>
<tr>
<td>Washington State University Building Account--State</td>
<td>$5,364,000</td>
</tr>
<tr>
<td>Education Legacy Trust Account--State Appropriation</td>
<td>$33,995,000</td>
</tr>
<tr>
<td>TOTAL APPROPRIATION</td>
<td>$324,760,000</td>
</tr>
</tbody>
</table>
The appropriations in this section are subject to the following conditions and limitations:

(1) In implementing the appropriations in this section, the president and regents shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other noninstructional activities.

(2) Within available funds, Washington State University shall serve an additional cohort of fifteen full-time equivalent students in the mechanical engineering program located at Olympic College.

(3) $300,000 of the general fund--state appropriation for fiscal year 2012 and $300,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the expansion of health sciences capacity through the Washington/Wyoming/Alaska/Montana/Idaho (WWAMI) medical education program in Spokane and eastern Washington. Funding is contingent on appropriations being provided to the University of Washington for integrated medical curriculum development for WWAMI.

NEW SECTION. Sec. 608. FOR EASTERN WASHINGTON UNIVERSITY

General Fund--State Appropriation (FY 2012) ............ $27,965,000
General Fund--State Appropriation (FY 2013) ............ $28,354,000
Education Legacy Trust Account--State Appropriation .... $16,087,000

TOTAL APPROPRIATION .................. $72,406,000

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

(1) In implementing the appropriations in this section, the president and governing board shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other noninstructional activities.

(2) At least $200,000 of the general fund--state appropriation for fiscal year 2012 and at least $200,000 of the general fund--state appropriation for fiscal year 2013 shall be expended on the northwest autism center.

NEW SECTION. Sec. 609. FOR CENTRAL WASHINGTON UNIVERSITY

General Fund--State Appropriation (FY 2012) ............ $24,536,000
General Fund--State Appropriation (FY 2013) ............ $24,737,000
Education Legacy Trust Account--State Appropriation .... $19,076,000
TOTAL APPROPRIATION ...................... $68,349,000

The appropriations in this section are subject to the following conditions and limitations: In implementing the appropriations in this section, the president and governing board shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other noninstructional activities.

NEW SECTION. Sec. 610. FOR THE EVERGREEN STATE COLLEGE

General Fund--State Appropriation (FY 2012) ............. $16,714,000
General Fund--State Appropriation (FY 2013) ............. $16,546,000
Education Legacy Trust Account--State Appropriation .... $5,450,000

TOTAL APPROPRIATION ...................... $38,710,000

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

(1) In implementing the appropriations in this section, the president and governing board shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other noninstructional activities.

(2) $50,000 of the general fund--state appropriation for fiscal year 2012 and $25,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the Washington state institute for public policy to conduct a detailed study of the commitment of sexually violent predators to the special commitment center pursuant to chapter 71.09 RCW and the subsequent release of those persons to less-restrictive alternatives.

(a) Specifically, the institute's study shall examine:

(i) The projected future demand for the special commitment center, including profiles and characteristics of persons referred and committed to the special commitment center since its inception, whether the profiles of those persons have changed over time, and, given current trends, the likelihood of the continuing rate of referral;

(ii) Residents' participation in treatment over time and the impact of treatment on eventual release to a less-restrictive alternative;

(iii) The annual review process and the process for a committed person to petition for conditional or unconditional release, specifically:

(A) The time frames for conducting mandatory reviews;

(B) The role of the special commitment center clinical team;
(C) Options and standards utilized by other jurisdictions or similar processes to conduct periodic reviews, including specialized courts, parole boards, independent review boards, and other commitment proceedings;

(iv) The capacity and future demand for appropriate less restrictive alternatives for moving residents out of the special commitment center, including:

(A) The capacity and demand for secure community transition facilities;

(B) Options for specialized populations such as the elderly or those with developmental disabilities and whether more cost-efficient options might be used to house those populations while keeping the public safe;

(C) Prospects for moving residents to noninstitutionalized settings beyond a secure community transition facility.

(b) The department of social and health services shall cooperate with the institute in conducting its examination and must provide the institute with requested data and records in a timely manner.

(c) The institute shall provide a status report to the governor and the legislature no later than November 1, 2011, with a final report due no later than November 1, 2012.

(3) $91,000 of the general fund--state appropriation for fiscal year 2012 and $54,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the Washington state institute for public policy to design and implement a research study to measure the impact on student achievement of remediation strategies funded by the learning assistance program pursuant to Engrossed Second Substitute House Bill No. 1443 (education reforms). If the bill is not enacted by June 30, 2011, the amounts provided in this subsection shall lapse.

(4) $50,000 of the general fund--state appropriation for fiscal year 2012 and $50,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the institute for public policy to provide research support to the council on quality education.

(5) The institute for public policy shall study the impact of budget reductions enacted in the 2011-2013 fiscal biennium in the department of health on public health tracking of infectious and noninfectious disease.
NEW SECTION. Sec. 611. FOR WESTERN WASHINGTON UNIVERSITY

General Fund--State Appropriation (FY 2012) . . . . . . . . $36,494,000
General Fund--State Appropriation (FY 2013) . . . . . . . . $36,559,000
Education Legacy Trust Account--State Appropriation . . . . $13,266,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . $86,319,000

The appropriations in this section are subject to the following conditions and limitations: In implementing the appropriations in this section, the president and governing board shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other noninstructional activities.

NEW SECTION. Sec. 612. FOR THE COUNCIL FOR HIGHER EDUCATION

General Fund--State Appropriation (FY 2012) . . . . . . . . $1,152,000
General Fund--State Appropriation (FY 2013) . . . . . . . . $1,154,000
General Fund--Federal Appropriation . . . . . . . . . . . . . . $4,373,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . $6,679,000

NEW SECTION. Sec. 613. FOR THE OFFICE OF STUDENT FINANCIAL ASSISTANCE

General Fund--State Appropriation (FY 2012) . . . . . . . . $214,747,000
General Fund--State Appropriation (FY 2013) . . . . . . . . $249,945,000
General Fund--Federal Appropriation . . . . . . . . . . . . . . $13,165,000
Washington Opportunity Pathways Account--State Appropriation . . . . . . . . $147,000,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . $624,857,000

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

(1) $197,068,000 of the general fund--state appropriation for fiscal year 2012, $195,425,000 of the general fund--state appropriation for fiscal year 2013, $147,000,000 of the opportunity pathways account--state appropriation, and $1,480,000 of the general fund--federal appropriation are provided solely for student financial aid payments under the state need grant and the state work study program including up to a four percent administrative allowance for the state work study program.

(2) Within the funds appropriated in this section, eligibility for the state need grant shall include students with family incomes at or below 70 percent of the state median family income (MFI), adjusted for
family size. Awards for all students shall be adjusted by the estimated amount by which Pell grant increases exceed projected increases in the noninstructional costs of attendance. Awards for students with incomes between 51 and 70 percent of the state median shall be prorated at the following percentages of the award amount granted to those with incomes below 51 percent of the MFI: 70 percent for students with family incomes between 51 and 55 percent MFI; 65 percent for students with family incomes between 56 and 60 percent MFI; 60 percent for students with family incomes between 61 and 65 percent MFI; and 50 percent for students with family incomes between 66 and 70 percent MFI.

(3) $250,000 of the general fund--state appropriation for fiscal year 2012 and $250,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for implementation of the aerospace training scholarship and student loan program as specified in Engrossed Substitute House Bill No. 1846 (aerospace student loans). If this bill is not enacted by June 30, 2011, the amount provided in this subsection shall lapse.

(4) $500,000 of the general fund--state appropriation for fiscal year 2012 and $500,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the leadership 1000 program.

NEW SECTION. Sec. 614. FOR THE WORK FORCE TRAINING AND EDUCATION COORDINATING BOARD

General Fund--State Appropriation (FY 2012) ............... $1,416,000
General Fund--State Appropriation (FY 2013) ............... $1,428,000
General Fund--Federal Appropriation ........................ $62,794,000

TOTAL APPROPRIATION ..................................... $65,638,000

NEW SECTION. Sec. 615. FOR THE DEPARTMENT OF EARLY LEARNING

General Fund--State Appropriation (FY 2012) ............... $23,919,000
General Fund--State Appropriation (FY 2013) ............... $23,940,000
General Fund--Federal Appropriation ........................ $247,543,000
Opportunity Pathways Account--State Appropriation ........ $80,000,000

TOTAL APPROPRIATION ..................................... $375,402,000

The appropriations in this section are subject to the following conditions and limitations:
(1) $15,937,000 of the general fund--state appropriation for fiscal year 2012, $15,937,000 of the general fund--state appropriation of fiscal year 2013, and $80,000,000 of the opportunity pathways account appropriation are provided solely for the early childhood education assistance program services. This appropriation increases the number of slots for the 2011-2013 fiscal biennium for the early childhood education and assistance program. The department will offset the costs related to slot expansion through provider rate reductions and copayments under Senate Bill No. . . . (early learning). Of these amounts, $10,284,000 is a portion of the biennial amount of state matching dollars required to receive federal child care and development fund grant dollars.

(2) In accordance to RCW 43.215.255(2) and 43.135.055, the department is authorized to increase child care center and child care family home licensure fees in fiscal years 2012 and 2013 for costs to the department for the licensure activity, including costs of necessary inspection. These increases are necessary to support expenditures authorized in this section.

(3) The department is the lead agency for and recipient of the federal child care and development fund grant. Amounts within this grant shall be used to fund child care licensing, quality initiatives, agency administration, and other costs associated with child care subsidies. The department shall transfer a portion of this grant to the department of social and health services to fund the child care subsidies paid by the department of social and health services on behalf of the department of early learning.

(4) The appropriations in this section reflect reductions in the appropriations for the department's administrative expenses. It is the intent of the legislature that these reductions shall be achieved, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or program.

(5) The department may not adopt, enforce, or implement any rules or policies restricting the eligibility of consumers for the child care subsidy benefits to a countable income below one hundred seventy-five percent of the federal poverty guidelines.

(6) $934,000 of the general fund--state appropriation for fiscal year 2012 and $934,000 of the general fund--state appropriation for
fiscal year 2013 are provided solely for expenditure into the home visiting services account. This funding is intended to meet federal maintenance of effort requirements and to secure private matching funds.

(7) To the extent appropriations are available and by December 31, 2011, the department shall adopt core competencies for early care and education professionals and child and youth development professionals and develop an implementation plan.

NEW SECTION.  Sec. 616.  FOR THE STATE SCHOOL FOR THE BLIND

General Fund--State Appropriation (FY 2012) . . . . . . . . . . . . $6,227,000
General Fund--State Appropriation (FY 2013) . . . . . . . . . . . . $6,230,000
General Fund--Private/Local Appropriation . . . . . . . . . . . . . . $2,012,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . . . $14,469,000

The appropriations in this section are subject to the following conditions and limitations: $271,000 of the general fund--private/local appropriation is provided solely for the school for the blind to offer short course programs, allowing students the opportunity to leave their home schools for short periods and receive intensive training. The school for the blind shall provide this service to the extent that it is funded by contracts with school districts and educational services districts.

NEW SECTION.  Sec. 617.  FOR THE WASHINGTON STATE CENTER FOR CHILDHOOD DEAFNESS AND HEARING LOSS

General Fund--State Appropriation (FY 2012) . . . . . . . . . . . . $8,936,000
General Fund--State Appropriation (FY 2013) . . . . . . . . . . . . $8,977,000
General Fund--Private/Local Appropriation . . . . . . . . . . . . . . $526,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . . . $18,439,000

NEW SECTION.  Sec. 618.  FOR THE WASHINGTON STATE ARTS COMMISSION

General Fund--State Appropriation (FY 2012) . . . . . . . . . . . . $1,085,000
General Fund--State Appropriation (FY 2013) . . . . . . . . . . . . $1,093,000
General Fund--Federal Appropriation . . . . . . . . . . . . . . . . . $1,961,000
General Fund--Private/Local Appropriation . . . . . . . . . . . . . . $1,060,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . . . $5,199,000
NEW SECTION.  Sec. 619. FOR THE WASHINGTON STATE HISTORICAL SOCIETY

General Fund--State Appropriation (FY 2012) . . . . . . . . . . $1,965,000
General Fund--State Appropriation (FY 2013) . . . . . . . . . . $2,010,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . $3,975,000

NEW SECTION.  Sec. 620. FOR THE EASTERN WASHINGTON STATE HISTORICAL SOCIETY

General Fund--State Appropriation (FY 2012) . . . . . . . . . . $1,450,000
General Fund--State Appropriation (FY 2013) . . . . . . . . . . $1,515,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . $2,965,000

(End of part)
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

<table>
<thead>
<tr>
<th>Account</th>
<th>Appropriation</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Fund--State Appropriation (FY 2012)</td>
<td>$924,047,000</td>
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<tr>
<td>General Fund--State Appropriation (FY 2013)</td>
<td>$981,486,000</td>
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<tr>
<td>State Building Construction Account--State</td>
<td>$1,589,000</td>
</tr>
<tr>
<td>Columbia River Basin Water Supply Development</td>
<td>$73,000</td>
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<tr>
<td>Hood Canal Aquatic Rehabilitation Bond Account--State</td>
<td>$6,000</td>
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<tr>
<td>State Taxable Building Construction Account--State</td>
<td>$345,000</td>
</tr>
<tr>
<td>Gardner-Evans Higher Education Construction</td>
<td>$1,000</td>
</tr>
<tr>
<td>Debt-Limit Reimbursable Bond Retire Account--State</td>
<td>$2,300,000</td>
</tr>
</tbody>
</table>

TOTAL APPROPRIATION $1,909,847,000

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for expenditure into the debt-limit general fund bond retirement account. The entire general fund--state appropriation for fiscal year 2012 shall be expended into the debt-limit general fund bond retirement account by June 30, 2012.

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

<table>
<thead>
<tr>
<th>Account</th>
<th>Appropriation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accident Account--State Appropriation</td>
<td>$4,110,000</td>
</tr>
<tr>
<td>Medical Aid Account--State Appropriation</td>
<td>$4,110,000</td>
</tr>
</tbody>
</table>

TOTAL APPROPRIATION $8,220,000
NEW SECTION. Sec. 703. FOR THE STATE TREASURER--BOND RETIREMENT
AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR
GENERAL OBLIGATION DEBT TO BE REIMBURSED AS PRESCRIBED BY STATUTE
General Fund--State Appropriation (FY 2012) . . . . . . . . $27,516,000
General Fund--State Appropriation (FY 2013) . . . . . . . . $30,758,000
Nondebt-Limit Reimbursable Bond Retirement
Account--State Appropriation . . . . . . . . . . . . . . . . . . . $140,417,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . $198,691,000

The appropriations in this section are subject to the following
conditions and limitations: The general fund appropriation is for
expenditure into the nondebt-limit general fund bond retirement
account. The entire general fund--state appropriation for fiscal year
2012 shall be expended into the nondebt-limit general fund bond
retirement account by June 30, 2012.

NEW SECTION. Sec. 704. FOR THE STATE TREASURER--BOND RETIREMENT
AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR
BOND SALE EXPENSES
General Fund--State Appropriation (FY 2012) . . . . . . . . $1,357,000
General Fund--State Appropriation (FY 2013) . . . . . . . . $1,357,000
State Building Construction Account--State
Appropriation . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . $1,273,000
Columbia River Basin Water Supply Development
Account--State Appropriation . . . . . . . . . . . . . . . . . . . $12,000
Hood Canal Aquatic Rehabilitation Bond Account--State
Appropriation . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . $1,000
State Taxable Building Construction Account--State
Appropriation . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . $55,000
Gardner-Evans Higher Education Construction
Account--State Appropriation . . . . . . . . . . . . . . . . . . . $1,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . $4,056,000

NEW SECTION. Sec. 705. FOR THE OFFICE OF FINANCIAL MANAGEMENT--
FIRE CONTINGENCY
General Fund--State Appropriation (FY 2012) . . . . . . . . $4,000,000
General Fund--State Appropriation (FY 2013) . . . . . . . . $4,000,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . $8,000,000
The appropriations in this section are subject to the following conditions and limitations: The appropriations are provided solely for expenditure into the disaster response account to be used for any Washington state fire service resource mobilization costs incurred by the Washington state patrol in response to an emergency or disaster authorized under RCW 43.43.960 and 43.43.964.

NEW SECTION. Sec. 706. FOR THE OFFICE OF FINANCIAL MANAGEMENT-- DISASTER RESPONSE ACCOUNT
General Fund--State Appropriation (FY 2012) . . . . . . . . $17,575,000
General Fund--State Appropriation (FY 2013) . . . . . . . . $3,075,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . $20,650,000
The appropriations in this section are subject to the following conditions and limitations: The appropriations are provided solely for expenditure into the disaster response account. $5,000,000 of the appropriation is provided for emergency fire suppression by the department of natural resources.

NEW SECTION. Sec. 707. FOR THE OFFICE OF FINANCIAL MANAGEMENT-- EMERGENCY FUND
General Fund--State Appropriation (FY 2012) . . . . . . . . $850,000
General Fund--State Appropriation (FY 2013) . . . . . . . . $850,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . $1,700,000
The appropriations in this section are subject to the following conditions and limitations: The appropriations in this section are for the governor's emergency fund for the critically necessary work of any agency.

NEW SECTION. Sec. 708. FOR THE OFFICE OF FINANCIAL MANAGEMENT-- EDUCATION TECHNOLOGY REVOLVING ACCOUNT
General Fund--State Appropriation (FY 2012) . . . . . . . . $8,000,000
General Fund--State Appropriation (FY 2013) . . . . . . . . $8,000,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . $16,000,000
The appropriations in this section are subject to the following conditions and limitations: The appropriations in this section are provided solely for expenditure into the education technology revolving
account for the purpose of covering ongoing operational and equipment
replacement costs incurred by the K-20 educational network program in
providing telecommunication services to network participants.

NEW SECTION.  Sec. 709. INCENTIVE SAVINGS--FY 2012

The sum of one hundred twenty-five million dollars or so much
thereof as may be available on June 30, 2012, from the total amount of
unspent fiscal year 2012 state general fund appropriations, exclusive
of amounts expressly placed into unallotted status by this act, is
appropriated for the purposes of RCW 43.79.460 in the manner provided
in this section.

(1) Of the total appropriated amount, one-half of that portion that
is attributable to incentive savings, not to exceed twenty-five million
dollars, is appropriated to the savings incentive account for the
purpose of improving the quality, efficiency, and effectiveness of
agency services, and credited to the agency that generated the savings.

(2) The remainder of the total amount, not to exceed one hundred
million dollars, is appropriated to the education savings account.

NEW SECTION.  Sec. 710. INCENTIVE SAVINGS--FY 2013

The sum of one hundred twenty-five million dollars or so much
thereof as may be available on June 30, 2013, from the total amount of
unspent fiscal year 2013 state general fund appropriations, exclusive
of amounts expressly placed into unallotted status by this act, is
appropriated for the purposes of RCW 43.79.460 in the manner provided
in this section.

(1) Of the total appropriated amount, one-half of that portion that
is attributable to incentive savings, not to exceed twenty-five million
dollars, is appropriated to the savings incentive account for the
purpose of improving the quality, efficiency, and effectiveness of
agency services, and credited to the agency that generated the savings.

(2) The remainder of the total amount, not to exceed one hundred
million dollars, is appropriated to the education savings account.

NEW SECTION.  Sec. 711. FOR THE OFFICE OF FINANCIAL MANAGEMENT--
O'BRIEN BUILDING IMPROVEMENT

General Fund--State Appropriation (FY 2012) $2,846,000
General Fund--State Appropriation (FY 2013) $2,950,000
The appropriations in this section are subject to the following conditions and limitations: The appropriations are provided solely for expenditure into the general administration services account for payment of principal, interest, and financing expenses associated with the certificate of participation for the O'Brien building improvement, project number 20081007.

NEW SECTION. Sec. 712. FOR THE DEPARTMENT OF HEALTH--COUNTY PUBLIC HEALTH ASSISTANCE

General Fund--State Appropriation (FY 2012) . . . . . . . . $24,000,000

General Fund--State Appropriation (FY 2013) . . . . . . . . $24,000,000

TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . $48,000,000

The appropriations in this section are subject to the following conditions and limitations: The director of the department of health shall distribute the appropriations to the following counties and health districts in the amounts designated to support public health services, including public health nursing:

<table>
<thead>
<tr>
<th>Health District</th>
<th>FY 2012</th>
<th>FY 2013</th>
<th>FY 2011-13 Biennium</th>
</tr>
</thead>
<tbody>
<tr>
<td>Adams County Health District</td>
<td>$30,951</td>
<td>$30,951</td>
<td>$61,902</td>
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<td>Asotin County Health District</td>
<td>$67,714</td>
<td>$67,714</td>
<td>$135,428</td>
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<tr>
<td>Benton-Franklin Health District</td>
<td>$1,165,612</td>
<td>$1,165,612</td>
<td>$2,331,224</td>
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<td>Chelan-Douglas Health District</td>
<td>$184,761</td>
<td>$184,761</td>
<td>$369,522</td>
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<td>Clallam County Health and Human Services Department</td>
<td>$141,752</td>
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<td>$283,504</td>
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<td>Clark County Health District</td>
<td>$1,057,792</td>
<td>$1,057,792</td>
<td>$2,115,594</td>
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<td>Skamania County Health Department</td>
<td>$26,681</td>
<td>$26,681</td>
<td>$53,362</td>
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<td>Columbia County Health District</td>
<td>$40,529</td>
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<td>$81,058</td>
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<td>Cowlitz County Health Department</td>
<td>$278,560</td>
<td>$278,560</td>
<td>$557,120</td>
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<td>Garfield County Health District</td>
<td>$15,028</td>
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<td>$30,056</td>
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<td>Grant County Health District</td>
<td>$118,595</td>
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<td>$237,191</td>
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<td>Grays Harbor Health Department</td>
<td>$183,870</td>
<td>$183,870</td>
<td>$367,740</td>
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<tr>
<td>Island County Health Department</td>
<td>$91,892</td>
<td>$91,892</td>
<td>$183,784</td>
</tr>
</tbody>
</table>
1 Jefferson County Health and Human Services $85,782 $85,782 $171,564
2 Seattle-King County Department of Public Health $9,531,747 $9,531,747 $19,063,494
3 Bremerton-Kitsap County Health District $554,669 $554,669 $1,109,338
4 Kittitas County Health Department $92,499 $92,499 $184,998
5 Klickitat County Health Department $62,402 $62,402 $124,804
6 Lewis County Health Department $105,801 $105,801 $211,602
7 Lincoln County Health Department $29,705 $29,705 $59,410
8 Mason County Department of Health Services $95,988 $95,988 $191,976
9 Okanogan County Health District $63,458 $63,458 $126,916
10 Pacific County Health Department $77,427 $77,427 $154,854
11 Tacoma-Pierce County Health Department $2,820,590 $2,820,590 $5,641,180
12 San Juan County Health and Community Services $37,531 $37,531 $75,062
13 Skagit County Health Department $223,927 $223,927 $447,854
14 Snohomish Health District $2,258,207 $2,258,207 $4,516,414
15 Spokane County Health District $2,101,429 $2,101,429 $4,202,858
16 Northeast Tri-County Health District $110,454 $110,454 $220,908
17 Thurston County Health Department $600,419 $600,419 $1,200,838
18 Whatcom County Health Department $13,773 $13,772 $27,545
19 Walla Walla County-City Health Department $172,062 $172,062 $344,124
20 Whatcom County Health Department $855,863 $855,863 $1,711,726
21 Whitman County Health Department $78,733 $78,733 $157,466
22 Yakima Health District $623,797 $623,797 $1,247,594
23 TOTAL APPROPRIATIONS $24,000,000 $24,000,000 $48,000,000

NEW SECTION. Sec. 713. FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--CONTRIBUTIONS TO RETIREMENT SYSTEMS

The appropriations in this section are subject to the following conditions and limitations: The appropriations for the law enforcement officers' and firefighters' retirement system shall be made on a monthly basis beginning July 1, 2011, consistent with chapter 41.45 RCW, and the appropriations for the judges and judicial retirement systems shall be made on a quarterly basis consistent with chapters 2.10 and 2.12 RCW.

(1) There is appropriated for state contributions to the law enforcement officers' and firefighters' retirement system:

| General Fund--State Appropriation (FY 2012) | $51,200,000 |
| General Fund--State Appropriation (FY 2013) | $54,700,000 |

TOTAL APPROPRIATION $105,900,000
(2) There is appropriated for contributions to the judicial retirement system:

General Fund--State Appropriation (FY 2012) . . . . . . $11,600,000
General Fund--State Appropriation (FY 2013) . . . . . . $13,100,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . $24,700,000

NEW SECTION. Sec. 714. BELATED CLAIMS

The agencies and institutions of the state may expend moneys appropriated in this act, upon approval of the office of financial management, for the payment of supplies and services furnished to the agency or institution in prior fiscal biennia.

NEW SECTION. Sec. 715. FOR THE OFFICE OF FINANCIAL MANAGEMENT--CONTRIBUTIONS TO RETIREMENT SYSTEMS

General Fund--State Appropriation (FY 2012) . . . . . . ($148,241,000)
General Fund--State Appropriation (FY 2013) . . . . . . ($212,260,000)
Special Account Retirement System Contribution
Increase Revolving Account Appropriation . . . . . . ($43,765,000)
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . ($404,266,000)

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

(1) The appropriations in this section are provided solely to adjust agency and institution appropriations and public school funding allocations to reflect reduced employer contribution rates in the public employees' retirement system, teachers' retirement system, public safety employees' retirement system, and the school employees' retirement system as a result of the provisions of Senate Bill No. 5920 (limiting annual increase amounts) and increase the alternative minimum benefit to $1,500 per month. If the bill is not enacted by June 30, 2011, the amounts provided in this section shall lapse.

(2) To facilitate the transfer of moneys to dedicated funds and accounts, the state treasurer shall transfer sufficient moneys to each dedicated fund or account from the special account retirement contribution increase revolving account in accordance with schedules provided by the office of financial management. Reduction amounts for state agencies and institutions of higher education are shown in LEAP Omnibus Document S-GLU 01 dated April 12, 2011.
NEW SECTION.  Sec. 716. FOR THE OFFICE OF FINANCIAL MANAGEMENT--

STATE DATA CENTER RATE INCREASES

General Fund--State Appropriation (FY 2012) .................. $6,822,000
General Fund--State Appropriation (FY 2013) .................. $4,072,000
General Fund--Federal Appropriation ......................... $6,000,000
General Fund--Private/Local Appropriation ................. $200,000
Special Account Revolving Appropriation .................... $8,534,000
TOTAL APPROPRIATION .................. $19,634,000

The appropriations in this section are subject to the following conditions and limitations: The appropriations in this section reflect increases in agency appropriations related to the state data center. The office of financial management shall increase allotments in the amounts specified, and to the state agencies specified in LEAP Omnibus Document S-GLX-2011, dated April 12, 2011, and adjust appropriation schedules accordingly. The office of financial management shall make any further allotment adjustments necessary to reflect agency mergers or consolidations assumed in this act.

NEW SECTION.  Sec. 717. FOR THE OFFICE OF FINANCIAL MANAGEMENT--

EXTRAORDINARY CRIMINAL JUSTICE COSTS

General Fund--State Appropriation (FY 2012) .................. $591,000

The appropriation in this section is subject to the following conditions and limitations: The director of financial management shall distribute $338,000 to Franklin county, $128,000 to Jefferson county, and $125,000 to Okanogan county for extraordinary criminal justice costs.

NEW SECTION.  Sec. 718. FOR THE OFFICE OF FINANCIAL MANAGEMENT--

AGENCY REALLOCATION AND REALIGNMENT COMMISSION

General Fund--State Appropriation (FY 2012) .................. $100,000

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

(1) The agency reallocation and realignment of Washington (ARROW) commission on restructuring state government is established, with members as provided in this section.

(a) The governor, the president of the senate, and the speaker of the house of representatives shall each appoint two members to the
commission, each of whom shall have broad statewide policy and fiscal experience. Each appointing authority shall appoint a member to replace any member who resigns.

(b) The commission shall choose its chair from among its membership or may select a representative of the administering higher education institution as chair. The president of the senate and the speaker of the house, or their mutually selected designee, shall convene the initial meeting of the commission and shall preside until a chair is chosen.

(2) The commission shall:

(a) Review budget, revenue, and caseload forecasts and estimates over the ensuing six-year period;

(b) Examine current operations and organization of state government, assuming no expansion of current funding sources; and

(c) Evaluate operational and organizational restructuring possibilities to find cost savings and efficiencies in order to maintain or enhance governmental functions with fewer resources.

(3) The commission may make proposals to:

(a) Adopt methods and procedures for reducing expenditures to the lowest amount consistent with the efficient performance of essential services, activities, and functions;

(b) Eliminate duplication and overlapping of services, activities, and functions, and time-consuming or wasteful practices;

(c) Consolidate services, activities, and functions of a similar nature;

(d) Abolish services, activities, and functions to improve the efficient operation of government;

(e) Eliminate state departments and agencies, create new state departments and agencies, reorganize existing state departments and agencies, and transfer functions and responsibilities among state departments and agencies;

(f) Define or redefine the duties and responsibilities of state officers; and

(g) Revise present provisions for continuing appropriations of state funds of whatever kind for whatever purpose, eliminate any such existing provisions, or adopt new provisions.

(4) Staffing and administrative support to the commission shall be provided by a university or college that volunteers to do so.
(5) Commissioners are entitled to be reimbursed for travel expenses in accordance with RCW 43.03.050 and 43.03.060 from funds appropriated to the commission.

(6) The expenses of the commission shall be paid out of funds appropriated to the commission, funds made available by the university or college administering the commission, and gifts, grants, and donations.

(7) The commission shall report its findings and recommendations, including proposed legislation, to the appropriate committees of the legislature. Recommendations may be in bill form as proposed legislation, as appropriations or revenue proposals, revisions to administrative rules, or other appropriate formats.

(8) The office of the code reviser shall assist the commission with bill drafting as needed.

(9) This section expires June 30, 2012.

NEW SECTION. Sec. 719. FOR THE OFFICE OF FINANCIAL MANAGEMENT--STATE EFFICIENCY AND RESTRUCTURING REPAYMENT

General Fund--State Appropriation (FY 2012) ................ $5,487,000
General Fund--State Appropriation (FY 2013) ................ $6,674,000
TOTAL APPROPRIATION ................ $12,161,000

The appropriations in this section are subject to the following conditions and limitations: The appropriations in this section are provided solely for expenditure into the cleanup settlement account on July 1, 2011, and July 1, 2012, as repayment of moneys that were transferred to the state efficiency and restructuring account.

NEW SECTION. Sec. 720. A new section is added to 2011 c ... (ESHB 1175) (uncodified) to read as follows:

FOR THE OFFICE OF FINANCIAL MANAGEMENT--TRANSPORTATION EMPLOYEES--RETIREMENT SYSTEM CONTRIBUTIONS

Dedicated Funds and Accounts Appropriation ............... $133,000

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

(1) The appropriation in this section is provided solely to increase agency and institution appropriations in accordance with the schedules in LEAP Transportation Document S-LCL 02 dated April 12, 2011, which is hereby incorporated by reference. The office of
financial management shall allocate the moneys appropriated in this section in the amounts specified and adjust appropriation schedules accordingly.

(2) The appropriation in this section reflects additional retirement system contributions resulting from Senate Bill No. 5882 (local government employees). If the bill is not enacted by June 30, 2011, the amounts provided in this section shall lapse.

NEW SECTION. Sec. 721. FOR THE OFFICE OF FINANCIAL MANAGEMENT--
RETIREMENT SYSTEM CONTRIBUTIONS

General Fund--State Appropriation (FY 2012) .................. $296,000
General Fund--State Appropriation (FY 2013) .................. $357,000
General Fund--Federal Appropriation ......................... $157,000
General Fund--Private/Local Appropriation ................ $15,000
Dedicated Funds and Accounts Appropriation ............... $232,000

TOTAL APPROPRIATION ..................................... $1,057,000

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

(1) The appropriations in this section are provided solely to increase agency and institution appropriations in accordance with the schedules in LEAP Omnibus Document S-LCL 01 dated April 12, 2011, which is hereby incorporated by reference. The office of financial management shall allocate the moneys appropriated in this section in the amounts specified and adjust appropriation schedules accordingly. The office of financial management shall make any further allotment adjustments necessary to reflect agency mergers or consolidations assumed in this act.

(2) The appropriations in this section reflect additional retirement system contributions resulting from Senate Bill No. 5882 (local government employees). If the bill is not enacted by June 30, 2011, the amounts provided in this section shall lapse.

NEW SECTION. Sec. 722. A new section is added to 2011 c ... (ESHB 1175) (uncodified) to read as follows:

FOR THE OFFICE OF FINANCIAL MANAGEMENT--TRANSPORTATION EMPLOYEES--
RETIREMENT SYSTEM CONTRIBUTIONS

Dedicated Funds and Accounts Appropriation ............... ($64,000)
The appropriation in this section is subject to the following conditions and limitations:

(1) The appropriation in this section is provided solely to reduce agency and institution appropriations in accordance with the schedules in LEAP Transportation Document S-RTA 02 dated April 12, 2011, which is hereby incorporated by reference. The office of financial management shall allocate the moneys appropriated in this section in the amounts specified and adjust appropriation schedules accordingly.

(2) The appropriation in this section reflects reduced retirement system contributions resulting from Senate Bill No. 5852 (public employment of retirees). If the bill is not enacted by June 30, 2011, this section shall not take effect.

NEW SECTION. Sec. 723. FOR THE OFFICE OF FINANCIAL MANAGEMENT--SCHOOL EMPLOYEES--CONTRIBUTIONS TO RETIREMENT SYSTEMS

<table>
<thead>
<tr>
<th>Category</th>
<th>Appropriation (FY 2012)</th>
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<td>General Fund--State</td>
<td>$600,000</td>
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<td>General Fund--Federal</td>
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<td>General Fund--Private/Local</td>
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</tr>
<tr>
<td>Dedicated Funds and Accounts</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

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

(1) The appropriations in this section are provided solely for adjustments to allocations to reflect retirement system employer contribution rate changes. The office of financial management shall reduce allotments for the office of the superintendent of public instruction by these amounts. The allotment reductions under this section shall be placed in unallotted status and remain unexpended.

(2) The appropriations in this section reflect reduced retirement system contributions resulting from Senate Bill No. 5852 (public employment of retirees). If the bill is not enacted by June 30, 2011, this section shall not take effect.

NEW SECTION. Sec. 724. FOR THE OFFICE OF FINANCIAL MANAGEMENT--RETIREMENT SYSTEM CONTRIBUTIONS

<table>
<thead>
<tr>
<th>Category</th>
<th>Appropriation (FY 2012)</th>
<th>Appropriation (FY 2013)</th>
<th>Total Appropriation</th>
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<td>General Fund--State</td>
<td>($155,000)</td>
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<td>General Fund--Federal</td>
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<tr>
<td>Dedicated Funds and Accounts</td>
<td>($113,000)</td>
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<td></td>
</tr>
</tbody>
</table>
TOTAL APPROPRIATION .................................................. ($538,000)

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

(1) The appropriations in this section are provided solely to reduce agency and institution appropriations in accordance with the schedules in LEAP Omnibus Document S-RTA 01 dated April 12, 2011, which is hereby incorporated by reference. The office of financial management shall allocate the moneys appropriated in this section in the amounts specified and adjust appropriation schedules accordingly.

(2) The appropriations in this section reflect reduced retirement system contributions resulting from Senate Bill No. 5852 (public employment of retirees). If the bill is not enacted by June 30, 2011, this section shall not take effect.

NEW SECTION. Sec. 725. A new section is added to 2011 c ... (ESHB 1175) (uncodified) to read as follows:

FOR THE OFFICE OF FINANCIAL MANAGEMENT--TRANSPORTATION EMPLOYEE SALARY REDUCTIONS

Dedicated Funds and Accounts Appropriation ............................................. ($17,856,000)

The appropriation in this section is solely for the purposes designated in this section and is subject to the following conditions and limitations:

(1) The appropriation in this section is provided solely to reduce agency appropriations in the transportation appropriations act to reflect savings associated with a 3.0 percent salary reduction for state employees as provided in Senate Bill No. 5860 (state government employee compensation).

(2) The appropriation from dedicated funds and accounts shall be made in the amounts specified and from the dedicated funds and accounts specified in LEAP Transportation Document S-Sal 02 dated April 12, 2011, which is hereby incorporated by reference. The office of financial management shall allocate the moneys appropriated in this section in the amounts specified and to the state agencies specified in LEAP Transportation Document S-Sal 02 and adjust appropriation schedules accordingly. The office of financial management shall make any further allotment adjustments necessary to reflect agency mergers or consolidations assumed in this act.
NEW SECTION.  Sec. 726. FOR THE OFFICE OF FINANCIAL MANAGEMENT--
EMPLOYEE SALARY REDUCTIONS

General Fund--State Appropriation (FY 2012) . . . . . . . . . . ($87,777,000)
General Fund--State Appropriation (FY 2013) . . . . . . . . . . ($88,076,000)
General Fund--Federal Appropriation . . . . . . . . . . . . . . . . ($27,464,000)
General Fund--Private/Local Appropriation . . . . . . . . . . . ($2,658,000)
Education Legacy Trust Account--State Appropriation . . ($1,228,000)
Dedicated Funds and Accounts Appropriation . . . . . . . . . . . ($44,254,000)
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . ($251,457,000)

The appropriations in this section are solely for the purposes designated in this section and are subject to the following conditions and limitations:

(1) The appropriations in this section are provided solely to reduce agency and institution appropriations to reflect savings associated with a 3.0 percent salary reduction for state employees as provided in Senate Bill No. 5860 (state government employee compensation).

(2) Appropriations also reflect a 3.0 percent cost saving in higher education compensation expenditures pursuant to Senate Bill No. 5860 (state government employee compensation).

(3) The appropriation from dedicated funds and accounts shall be made in the amounts specified and from the dedicated funds and accounts specified in LEAP Omnibus Document S-Sal 01 dated April 6, 2011, which is hereby incorporated by reference. The office of financial management shall allocate the moneys appropriated in this section in the amounts specified and to the state agencies specified in LEAP Omnibus Document H-Sal 01 and adjust appropriation schedules accordingly. The office of financial management shall make any further allotment adjustments necessary to reflect agency mergers or consolidations assumed in this act.

NEW SECTION. Sec. 727. A new section is added to 2011 c . . . (ESHB 1175) (uncodified) to read as follows:

FOR THE OFFICE OF FINANCIAL MANAGEMENT--TRANSPORTATION EMPLOYEES RETIREMENT SYSTEM CONTRIBUTIONS

Dedicated Funds and Accounts Appropriation . . . . . . . . . . . ($11,562,000)

The appropriation in this section is solely for the purposes
designated in this section and is subject to the following conditions and limitations:

(1) The appropriation in this section is provided solely to reduce agency appropriations in the transportation appropriations act to reflect retirement system employer contribution rate changes. The appropriation from dedicated funds and accounts shall be made in the amounts specified and from the dedicated funds and accounts specified in LEAP Transportation Document S-GLU 02 dated April 12, 2011, which is hereby incorporated by reference. The office of financial management shall allocate the moneys appropriated in this section in the amounts specified and to the state agencies specified in LEAP Transportation Document S-GLU 02 and adjust appropriation schedules accordingly.

(2) The appropriation in this section reflect reduced retirement system contributions resulting from Senate Bill No. 5920 (limiting annual increase amounts). If the bill is not enacted by June 30, 2011, this section shall not take effect.

**NEW SECTION. Sec. 728. FOR THE OFFICE OF FINANCIAL MANAGEMENT--STATE EMPLOYEES--TEMPORARY LAYOFFS**

<table>
<thead>
<tr>
<th>Source Type</th>
<th>Appropriation FY 2012</th>
<th>Appropriation FY 2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Fund--State Appropriation</td>
<td>$(20,282,000)</td>
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</tr>
<tr>
<td>General Fund--State Appropriation</td>
<td></td>
<td>$(20,302,000)</td>
</tr>
<tr>
<td>General Fund--Federal Appropriation</td>
<td></td>
<td>$(5,746,000)</td>
</tr>
<tr>
<td>General Fund--Private/Local Appropriation</td>
<td></td>
<td>$(579,000)</td>
</tr>
<tr>
<td>Dedicated Funds and Accounts Appropriation</td>
<td></td>
<td>$(12,082,000)</td>
</tr>
<tr>
<td><strong>TOTAL APPROPRIATION</strong></td>
<td></td>
<td><strong>$(58,991,000)</strong></td>
</tr>
</tbody>
</table>

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

(1) The appropriations in this section are provided solely to reduce agency and institution appropriations in accordance with the schedules in LEAP Omnibus Document S-TL3 dated April 12, 2011, which is hereby incorporated by reference. The office of financial management shall allocate the moneys appropriated in this section in the amounts specified and adjust appropriation schedules accordingly. The office of financial management shall make any further allotment adjustments necessary to reflect agency mergers or consolidations assumed in this act.

(2) The appropriations in this section reflect savings as a result
of temporary layoffs for state employees as provided in Senate Bill No. 5860 (state government employee compensation).

NEW SECTION. Sec. 729. FOR THE OFFICE OF FINANCIAL MANAGEMENT--
MANAGEMENT EFFICIENCIES

The office of financial management shall develop a plan to achieve $14,836,000 in state general fund reductions in management staffing and other efficiencies in addition to the administrative savings in this act. It is the intent of the legislature that the reduction plan developed and implemented in accordance with this section shall focus on achieving management efficiencies and will avoid, to the extent possible, direct impact on client services and program operations. In implementing the administrative and programmatic reductions in this act, the legislature intends that agencies use new and best practices in their executive and management workforce based on their agency mission. It is the intent of the legislature that agencies continuously evaluate management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency and better address the structural changes in the nature of work and employment in many state agencies. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and work sessions and for the annual department of personnel report. From the appropriations in this act, the office of financial management shall reduce general fund--state allotments for fiscal year 2012 by $7,418,000 and for fiscal year 2013 by $7,418,000 in accordance with the schedules in LEAP Omnibus Document SME dated April 8, 2011. The allotment reductions shall be placed in reserve status and remain unexpended.

NEW SECTION. Sec. 730. FOR THE OFFICE OF FINANCIAL MANAGEMENT--
CONTRACTING FOR SERVICES

The office of financial management shall work with the appropriate state agencies to generate savings of $1,875,000 from the state general fund as a result of contracting for purchasing services by contract. From appropriations in this act, the office of financial management shall reduce general fund--state allotments by $1,875,000 for fiscal
year 2013 to reflect savings from purchasing services by contract for bulk printing and mail, real estate lease brokering, and motor pool fleet management as required by this act. The allotment reductions shall be placed in unallotted status and remain unexpended.

NEW SECTION. Sec. 731. FOR THE OFFICE OF FINANCIAL MANAGEMENT--
ATTORNEY GENERAL CHARGES
General Fund--State Appropriation (FY 2012) .................. $2,490,000
General Fund--State Appropriation (FY 2013) .................. $2,490,000
General Fund--Federal Appropriation .......................... $1,226,000
General Fund--Private/Local Appropriation ..................... $94,000
Special Account Revolving Appropriation ....................... $4,032,000
TOTAL APPROPRIATION ....................................... $10,332,000

The appropriations in this section are subject to the following conditions and limitations: The appropriations in this section reflect increases in agency appropriations related to the state agency legal services. The office of financial management shall increase allotments in the amounts specified, and to the state agencies specified in LEAP omnibus document S-SAG, dated April 12, 2011, and adjust appropriation schedules accordingly. The office of financial management shall make any further allotment adjustments necessary to reflect agency mergers or consolidations assumed in this act.

NEW SECTION. Sec. 732. FOR THE OFFICE OF FINANCIAL MANAGEMENT--
STATE AUDITOR CHARGES
General Fund--State Appropriation (FY 2012) .................. $2,030,000
General Fund--State Appropriation (FY 2013) .................. $2,030,000
General Fund--Federal Appropriation .......................... $996,000
General Fund--Private/Local Appropriation ..................... $76,000
Special Account Revolving Appropriation ....................... $3,272,000
TOTAL APPROPRIATION ....................................... $8,404,000

The appropriations in this section are subject to the following conditions and limitations: The appropriations in this section reflect increases in agency appropriations related to the state auditor services. The office of financial management shall increase allotments in the amounts specified, and to the state agencies specified in LEAP omnibus document S-SAU, dated April 12, 2011, and adjust appropriation
schedules accordingly. The office of financial management shall make
any further allotment adjustments necessary to reflect agency mergers
or consolidations assumed in this act.

NEW SECTION. Sec. 733. FOR THE OFFICE OF FINANCIAL MANAGEMENT--
TRANSITIONAL HOUSING OPERATING AND RENT ACCOUNT
General Fund--State Appropriation (FY 2012) . . . . . . . . . . . . . $4,250,000
General Fund--State Appropriation (FY 2013) . . . . . . . . . . . . . $4,250,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . $8,500,000

The appropriations in this section are subject to the following
conditions and limitations: The appropriations are provided solely for
expenditure into the transitional housing operating and rent account.

NEW SECTION. Sec. 734. FOR THE OFFICE OF FINANCIAL MANAGEMENT--
SCHOOL EMPLOYEES--SALARY SAVINGS
General Fund--State Appropriation (FY 2012) . . . . . . . . . . . . ($1,443,000)
General Fund--State Appropriation (FY 2013) . . . . . . . . . . . . ($1,804,000)
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . ($3,247,000)

The appropriations in this section are subject to the following
conditions and limitations:
(1) The appropriations in this section are provided solely for
adjustments to allocations to school districts as a result of salary
savings associated with additional teacher retirements resulting from
the incentives provided by Senate Bill No. 5846 (health benefit
subsidies). The office of financial management shall reduce allotments
for the office of the superintendent of public instruction by these
amounts. The allotment reductions under this section shall be placed
in unallotted status and remain unexpended.
(2) Actual salary savings are expected to be greater than the
amounts contained in this section due to costs associated with subsidy
payments and other benefits for retirees.
(3) The appropriations in this section reflect reduced retirement
system contributions resulting from the provisions of Senate Bill No.
5846 (health benefit subsidies). If the bill is not enacted by June
30, 2011, this section does not take effect.

NEW SECTION. Sec. 735. FOR THE OFFICE OF FINANCIAL MANAGEMENT--
INDUSTRIAL INSURANCE SAVINGS
From the appropriations in this act, the office of financial management shall reduce general fund--state allotments for fiscal year 2012 by $8,038,000 and for fiscal year 2013 by $8,038,000 to reflect savings in the industrial insurance costs of state agencies resulting from the implementation of Engrossed Senate Bill No. 5566 (long-term disability of injured workers). The allotment reductions shall be placed in reserve status and remain unexpended. If the bill is not enacted by June 30, 2011, this section shall not take effect.

(End of part)
PART VIII
OTHER TRANSFERS AND APPROPRIATIONS

NEW SECTION. Sec. 801. FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION

General Fund Appropriation for fire insurance premium distributions ................. $8,368,000
General Fund Appropriation for public utility district excise tax distributions .......... $49,418,000
General Fund Appropriation for prosecuting attorney distributions ...................... $6,281,000
General Fund Appropriation for boating safety and education distributions ............ $4,000,000
General Fund Appropriation for other tax distributions ............................ $58,000
General Fund Appropriation for habitat conservation program distributions .............. $3,000,000
Death Investigations Account Appropriation for distribution to counties for publicly funded autopsies .......... $2,960,000
Aquatic Lands Enhancement Account Appropriation for harbor improvement revenue distribution .................. $160,000
Timber Tax Distribution Account Appropriation for distribution to "timber" counties ........ $40,421,000
County Criminal Justice Assistance Appropriation .............................................. $69,801,000
Municipal Criminal Justice Assistance Appropriation ........................................... $26,950,000
City-County Assistance Account Appropriation for local government financial assistance distribution ............... $16,589,000
Liquor Excise Tax Account Appropriation for liquor excise tax distribution .............. $52,152,000
Streamlined Sales and Use Tax Mitigation Account Appropriation for distribution to local taxing jurisdictions to mitigate the unintended revenue redistribution effect of the sourcing law changes ..... $49,635,000
Columbia River Water Delivery Account Appropriation for the Confederated Tribes of the Colville Reservation ..... $7,441,000
the Spokane Tribe of Indians .................. $4,748,000
Liquor Revolving Account Appropriation for liquor
profits distribution ............................. $69,318,000
TOTAL APPROPRIATION ........................ $411,301,000

The total expenditures from the state treasury under the
appropriations in this section shall not exceed the funds available
under statutory distributions for the stated purposes.

NEW SECTION. Sec. 802. FOR THE STATE TREASURER--FOR THE COUNTY
CRIMINAL JUSTICE ASSISTANT ACCOUNT
Impaired Driver Safety Account Appropriation ............ $2,501,000

The appropriation in this section is subject to the following
conditions and limitations: The amount appropriated in this section
shall be distributed quarterly during the 2011-13 biennium in
accordance with RCW 82.14.310. This funding is provided to counties
for the costs of implementing criminal justice legislation including,
but not limited to: Chapter 206, Laws of 1998 (drunk driving
penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,
Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
(DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter

NEW SECTION. Sec. 803. FOR THE STATE TREASURER--MUNICIPAL
CRIMINAL JUSTICE ASSISTANT ACCOUNT
Impaired Driver Safety Account Appropriation ............ $1,666,000

The appropriation in this section is subject to the following
conditions and limitations: The amount appropriated in this section
shall be distributed quarterly during the 2011-2013 biennium to all
cities ratably based on population as last determined by the office of
financial management. The distributions to any city that substantially
decriminalizes or repeals its criminal code after July 1, 1990, and
that does not reimburse the county for costs associated with criminal
cases under RCW 3.50.800 or 3.50.805(2), shall be made to the county in
which the city is located. This funding is provided to cities for the
costs of implementing criminal justice legislation including, but not limited to: Chapter 206, Laws of 1998 (drunk driving penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208, Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212, Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter 215, Laws of 1998 (DUI provisions).

NEW SECTION. Sec. 804. FOR THE STATE TREASURER--FEDERAL REVENUES FOR DISTRIBUTION

General Fund Appropriation for federal flood control funds distribution ............................................. $74,000
General Fund Appropriation for federal grazing fees distribution ........................................................ $2,430,000
Forest Reserve Fund Appropriation for federal forest reserve fund distribution ..................................... $29,175,000
TOTAL APPROPRIATION ................................................................. $31,679,000

The total expenditures from the state treasury under the appropriations in this section shall not exceed the funds available under statutory distributions for the stated purposes.

NEW SECTION. Sec. 805. FOR THE STATE TREASURER--TRANSFERS

State Treasurer's Service Account: For transfer to the state general fund, $10,000,000 for fiscal year 2012 and $15,000,000 for fiscal year 2013 .......... $25,000,000
Waste Reduction, Recycling, and Litter Control Account: For transfer to the state general fund, $2,000,000 for fiscal year 2012 and $2,000,000 for fiscal year 2013 ................. $4,000,000
Aquatics Lands Enhancement Account: For transfer to the state general fund, $3,500,000 for fiscal year 2012 and $3,500,000 for fiscal year 2013 .......... $7,000,000
Drinking Water Assistance Account: For transfer to the drinking water assistance repayment account .......... $38,000,000
Economic Development Strategic Reserve Account: For transfer to the state general fund, $2,100,000
for fiscal year 2012 and $2,100,000 for fiscal year 2013 ........................................ $4,200,000

General Fund: For transfer to the streamlined sales and use tax account, $24,846,000 for fiscal year 2012 and $24,789,000 for fiscal year 2013 ............ $49,635,000

Public Works Assistance Account: For transfer to the water pollution control revolving account, $7,750,000 for fiscal year 2012 and $7,750,000 for fiscal year 2013 ......................... $15,500,000

The Charitable, Educational, Penal, and Reformatory Institutions Account: For transfer to the state general fund, $4,500,000 for fiscal year 2012 and $4,500,000 for fiscal year 2013 ......................... $9,000,000

Thurston County Capital Facilities Account: For transfer to the state general fund, $4,000,000 for fiscal year 2012 and $4,000,000 for fiscal year 2013 ................. $8,000,000

Public Works Assistance Account: For transfer to the drinking water assistance account, $8,000,000 for fiscal year 2012 and $8,000,000 for fiscal year 2013 ......................... $16,000,000

Liquor Control Board Construction and Maintenance Account: For transfer to the state general fund, $500,000 for fiscal year 2012 and $500,000 for fiscal year 2013 ......................... $1,000,000

Education Savings Account: For transfer to the state general fund, $22,500,000 for fiscal year 2012 and $22,500,000 for fiscal year 2013 ......................... $45,000,000

Department of Retirement Systems Expense Account:
For transfer to the state general fund, $250,000 for fiscal year 2012 and $250,000 for fiscal year 2013 ......................... $500,000

Education Construction Account: For transfer to the state general fund, $102,000,000 for fiscal year 2012 and $102,000,000 for fiscal year 2013 ......................... $204,000,000

Public Works Assistance Account: For transfer to the state general fund, $25,000,000 for fiscal year 2012 and $25,000,000 for fiscal year 2013 ......................... $50,000,000

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Home Security Fund Account: For transfer to the
lifeline opportunity and assistance account,
$7,181,000 for fiscal year 2012 and $7,180,000
for fiscal year 2013 . . . . . . . . . . . . . . . . $14,458,000
Affordable Housing For All Account: For transfer to
the home security fund, $1,000,000 for fiscal year
2012 and $1,000,000 for fiscal year 2013 . . . . . . . . . $2,000,000
Cleanup Settlement Account: For transfer to the state
efficiency and restructuring account, $8,455,000
for fiscal year 2012 and $8,376,000 for fiscal year
2013 . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . $16,831,000
General Fund: For transfer to the life sciences
discovery fund, $10,000,000 for fiscal year
2012 and $10,000,000 for fiscal year 2013 . . . . . . . . . $20,000,000

The transfer to the life sciences discovery fund is subject to the
following conditions:
(1) All new grants awarded during the 2011-2013 fiscal biennium
shall support and accelerate the commercialization of an identifiable
product;
(2) Prior to the awarding of new grants, the life sciences
discovery fund authority must seek the input of the executive director
of the Washington economic development commission;
(3) Upon the recommendation of the Washington economic development
commission, funds may be used for the recruitment of life sciences
researchers who have a history of commercialization of new
technologies, to public research institutions in the state;
(4) Funds may be used to collaborate and contract with innovate
Washington in commercializing life sciences technology and promoting
biomedical manufacturing;
(5) Funds may be granted to public and private entities for the
purpose of leveraging private funds to the highest degree possible.
Proposals involving a startup company or corporate participant must be
given a higher priority;
(6) The life sciences discovery fund authority must develop a
payment system that allows both regular payments and payments based on
deliverables for the purpose of assisting with initial project costs; and
(7) By December 1, 2013, the life sciences discovery fund must report to the fiscal and economic development committees of the legislature on the impact of grant awards on commercialization.

(End of part)
PART IX
MISCELLANEOUS

NEW SECTION.  Sec. 901. EXPENDITURE AUTHORIZATIONS
The appropriations contained in this act are maximum expenditure authorizations. Pursuant to RCW 43.88.037, moneys disbursed from the treasury on the basis of a formal loan agreement shall be recorded as loans receivable and not as expenditures for accounting purposes. To the extent that moneys are disbursed on a loan basis, the corresponding appropriation shall be reduced by the amount of loan moneys disbursed from the treasury during the 2009-2011 fiscal biennium.

NEW SECTION.  Sec. 902. EMERGENCY FUND ALLOCATIONS
Whenever allocations are made from the governor's emergency fund appropriation to an agency that is financed in whole or in part by other than general fund moneys, the director of financial management may direct the repayment of such allocated amount to the general fund from any balance in the fund or funds which finance the agency. An appropriation is not necessary to effect such repayment.

NEW SECTION.  Sec. 903. STATUTORY APPROPRIATIONS
In addition to the amounts appropriated in this act for revenues for distribution, state contributions to the law enforcement officers' and fire fighters' retirement system plan 2, and bond retirement and interest including ongoing bond registration and transfer charges, transfers, interest on registered warrants, and certificates of indebtedness, there is also appropriated such further amounts as may be required or available for these purposes under any statutory formula or under chapters 39.94 and 39.96 RCW or any proper bond covenant made under law.

NEW SECTION.  Sec. 904. BOND EXPENSES
In addition to such other appropriations as are made by this act, there is hereby appropriated to the state finance committee from legally available bond proceeds in the applicable construction or
building funds and accounts such amounts as are necessary to pay the
expenses incurred in the issuance and sale of the subject bonds.

NEW SECTION. Sec. 905. VOLUNTARY RETIREMENT, SEPARATION, AND
DOWNSHIFTING INCENTIVES

As a management tool to reduce costs and make more effective use of
resources, while improving employee productivity and morale, agencies
may implement a voluntary retirement, separation, and/or downshifting
incentive program that is cost neutral or results in cost savings over
a two-year period following the commencement of the program, provided
that such a program is approved by the director of financial
management. Agencies participating in this authorization may offer
voluntary retirement, separation, and/or downshifting incentives and
options according to procedures and guidelines established by the
office of financial management, in consultation with the department of
personnel and the department of retirement systems. The options may
include, but are not limited to, financial incentives for: Voluntary
separation or retirement, voluntary leave without pay, voluntary work
week or work hour reduction, voluntary downward movement, or temporary
separation for development purposes. An employee does not have a
contractual right to a financial incentive offered pursuant to this
section. Offers shall be reviewed and monitored jointly by the
department of personnel and the department of retirement systems.
Agencies are required to submit a report by June 30, 2013, to the
legislature and the office of financial management on the outcome of
their approved incentive program. The report should include
information on the details of the program including the cost of the
incentive per participant, the total cost to the state, and the
projected or actual net dollar savings over the 2011-2013 biennium.

NEW SECTION. Sec. 906. COLLECTIVE BARGAINING AGREEMENTS NOT
IMPAIRED

Nothing in this act prohibits the expenditure of any funds by an
agency or institution of the state for benefits guaranteed by any
collective bargaining agreement in effect on the effective date of this
section.

NEW SECTION. Sec. 907. COLLECTIVE BARGAINING AGREEMENTS
The following sections represent the results of the 2011-2013 collective bargaining process required under the provisions of chapters 41.80 and 41.56 RCW. Provisions of the collective bargaining agreements contained in this act are described in general terms. Only major economic terms are included in the descriptions. These descriptions do not contain the complete contents of the agreements. The collective bargaining agreements or the continuation of terms and conditions of the 2009-2011 agreements contained in Part IX of this act may also be funded by expenditures from nonappropriated accounts. If positions are funded with lidded grants or dedicated fund sources with insufficient revenue, additional funding from other sources is not provided.

NEW SECTION. Sec. 908. COLLECTIVE BARGAINING AGREEMENTS--WFSE, TEAMSTERS, UFCW, WAFWP, IFPTE 17, COALITION OF UNIONS

Agreements have been reached between the governor and the following unions: Washington federation of state employees, teamsters local union 117, united food and commercial workers, Washington association of fish and wildlife professionals, international federation of professional and technical engineers local 17, and the coalition of unions, under the provisions of chapter 41.80 RCW for the 2011-2013 biennium subject to union internal processes/procedures. Funding is reduced to reflect a 3.0 percent temporary salary reduction for all employees making $2,500 or more per month covered under the agreements for fiscal years 2012 and 2013 through June 29, 2013. Effective June 30, 2013, the salary schedules effective July 1, 2009, through June 30, 2011 will be reinstated. Temporary salary reduction leave is granted for the term of the 2011-2013 agreement.

NEW SECTION. Sec. 909. COLLECTIVE BARGAINING AGREEMENT--SEIU HEALTHCARE 1199NW

An agreement has been reached between the governor and the service employees international union healthcare 1199nw under the provisions of chapter 41.80 RCW for the 2011-2013 biennium subject to union internal processes/procedures. Funding is reduced to reflect 8 days of leave without pay per year for fiscal years 2012 and 2013.

NEW SECTION. Sec. 910. COLLECTIVE BARGAINING AGREEMENT--TERMS
AND CONDITIONS

No agreements have been reached between the governor and the following unions: Washington public employees association, Washington public employees association higher education community college coalition, Washington federation of state employees higher education community college coalition, Washington federation of state employees Central Washington University, Washington federation of state employees Western Washington University, Washington federation of state employees The Evergreen State College, and public school employees Western Washington University, under the provisions of chapter 41.80 RCW for the 2011-2013 biennium. Appropriations in this act provide funding to continue the terms and conditions of the 2009-2011 general government and higher education agreements negotiated by the office of financial management's labor relations office under the provisions of chapter 41.80 RCW. For fiscal year 2012, appropriations have been reduced in an amount equal to a 3 percent salary reduction for all represented employees making $2,500 or more per month. This reduction will be implemented according to the terms and conditions of the 2009-2011 agreements. For fiscal year 2013, funding is reduced to reflect a 3.0 percent temporary salary reduction for all employees making $2,500 or more per month through June 29, 2013. Effective June 30, 2013, the salary schedules effective July 1, 2009, through June 30, 2011, will be reinstated. Temporary salary reduction leave is granted for fiscal year 2013. These changes will be implemented according to law.

NEW SECTION.  Sec. 911.  COLLECTIVE BARGAINING AGREEMENT--WSP TROOPERS ASSOCIATION

No agreement has been reached between the governor and the Washington state patrol trooper's association under the provisions of chapter 41.56 RCW for the 2011-2013 biennium. Appropriations in this act for the Washington state patrol provide funding to continue the provisions of the 2009-2011 agreement.

NEW SECTION.  Sec. 912.  COLLECTIVE BARGAINING AGREEMENT--WSP LIEUTENANTS ASSOCIATION

No agreement has been reached between the governor and the Washington state patrol lieutenant's association under the provisions
of chapter 41.56 RCW for the 2011-2013 biennium. Appropriations in this act for the Washington state patrol provide funding to continue the provisions of the 2009-2011 agreement.

NEW SECTION. Sec. 913. COLLECTIVE BARGAINING AGREEMENT FOR NONSTATE EMPLOYEES--SEIU LOCAL 925 CHILDCARE WORKERS

An agreement has been reached between the governor and the service employees international union local 925 under the provisions of chapter 41.56 RCW for the 2011-2013 biennium, subject to union internal processes/procedures. Funding for an increase in the state's health care contribution for childcare workers is included in the budget.

NEW SECTION. Sec. 914. COLLECTIVE BARGAINING AGREEMENT FOR NONSTATE EMPLOYEES--WSRCC ADULT FAMILY HOMES

Appropriations in this act reflect the collective bargaining agreement reached between the governor and the Washington state residential care council under the provisions of chapter 41.56 RCW for the 2011-2013 biennium. For those covered under this agreement, economic provisions are the same as the terms and conditions in the 2009-2011 agreement.

NEW SECTION. Sec. 915. AGREEMENTS AND TERMS AND CONDITIONS NOT NEGOTIATED BY THE OFFICE OF FINANCIAL MANAGEMENT'S LABOR RELATIONS OFFICE

No agreements under chapter 41.80 RCW have been reached between the University of Washington, Washington State University, except as specifically set forth in this act, Eastern Washington University, and the Yakima Valley community college with their respective exclusive bargaining representatives under the provisions of chapter 41.80 RCW for the 2011-2013 biennium. Appropriations in this act provide funding to continue the terms and conditions of the 2009-2011 agreements. For fiscal years 2012, appropriations have been reduced in an amount equal to a 3 percent salary reduction for all represented employees making $2,500 or more per month. This reduction will be implemented according to the terms and conditions of the 2009-2011 agreements. For fiscal year 2013, funding is reduced in an amount equal to a 3 percent salary reduction for all represented employees making $2,500 or more per month. This reduction will be implemented according to law.
NEW SECTION. Sec. 916. COLLECTIVE BARGAINING AGREEMENT--CENTRAL WASHINGTON UNIVERSITY PUBLIC SCHOOL EMPLOYEES OF WASHINGTON

An agreement has been reached between Central Washington University and the public school employees of Washington under the provisions of chapter 41.80 RCW for the 2011-2013 biennium subject to union internal processes/procedures. Funding is reduced to reflect a 3.0 percent temporary salary reduction for all employees making $2,500 or more per month for fiscal years 2012 and 2013 through June 29, 2013. Effective June 30, 2013, the salary schedules effective July 1, 2009 through June 30, 2011 will be reinstated. Temporary salary reduction leave is granted for the term of the 2011-2013 agreement.

NEW SECTION. Sec. 917. COLLECTIVE BARGAINING AGREEMENT--WASHINGTON STATE UNIVERSITY POLICE GUILD

An agreement has been reached between Washington State University and the Washington State University police guild. The financial provisions of the 2009-2011 remain in place for the 2011-2013 biennium.

NEW SECTION. Sec. 918. COMPENSATION--NONREPRESENTED EMPLOYEES--INSURANCE BENEFITS

Appropriations for state agencies in this act are sufficient for nonrepresented state employee health benefits for state agencies, including institutions of higher education, and are subject to the following conditions and limitations:

(1)(a) The monthly employer funding rate for insurance benefit premiums, public employees' benefits board administration, and the uniform medical plan, shall not exceed $850 per eligible employee for fiscal year 2012. For fiscal year 2013 the monthly employer funding rate shall not exceed $850 per eligible employee.

(b) In order to achieve the level of funding provided for health benefits, the public employees' benefits board shall require any or all of the following: Employee premium copayments, increases in point-of-service cost sharing, the implementation of managed competition, or make other changes to benefits consistent with RCW 41.05.065.

(c) The health care authority shall deposit any moneys received on behalf of the uniform medical plan as a result of rebates on prescription drugs, audits of hospitals, subrogation payments, or any other moneys recovered as a result of prior uniform medical plan claims.
payments, into the public employees' and retirees' insurance account to
be used for insurance benefits. Such receipts shall not be used for
administrative expenditures.

(2) The health care authority, subject to the approval of the
public employees' benefits board, shall provide subsidies for health
benefit premiums to eligible retired or disabled public employees and
school district employees who are eligible for medicare, pursuant to
RCW 41.05.085. For calendar years 2012 and 2013, the subsidy shall be
$150.00 per month.

(3) Technical colleges, school districts, and educational service
districts shall remit to the health care authority for deposit into the
public employees' and retirees' insurance account established in RCW
41.05.120 the following amounts:

(a) For each full-time employee, $66.01 per month beginning
September 1, 2011, and $67.91 beginning September 1, 2012;
(b) For each part-time employee, who at the time of the remittance
is employed in an eligible position as defined in RCW 41.32.010 or
41.40.010 and is eligible for employer fringe benefit contributions for
basic benefits, $66.01 each month beginning September 1, 2011, and
$67.91 beginning September 1, 2012, prorated by the proportion of
employer fringe benefit contributions for a full-time employee that the
part-time employee receives. The remittance requirements specified in
this subsection shall not apply to employees of a technical college,
school district, or educational service district who purchase insurance
benefits through contracts with the health care authority.

NEW SECTION.  Sec. 919. COMPENSATION--REPRESENTED EMPLOYEES
OUTSIDE SUPER COALITION--INSURANCE BENEFITS

Appropriations for state agencies in this act are sufficient for
represented employees outside the super coalition for health benefits,
and are subject to the following conditions and limitations:

(a) The monthly employer funding rate for insurance benefit
premiums, public employees' benefits board administration, and the
uniform medical plan, shall not exceed $850 per eligible employee for
fiscal year 2012. For fiscal year 2013 the monthly employer funding
rate shall not exceed $850 per eligible employee.

(b) In order to achieve the level of funding provided for health
benefits, the public employees' benefits board shall require any or all
of the following: Employee premium copayments, increases in point-of-
service cost sharing, the implementation of managed competition, or
make other changes to benefits consistent with RCW 41.05.065.

(c) The health care authority shall deposit any moneys received on
behalf of the uniform medical plan as a result of rebates on
prescription drugs, audits of hospitals, subrogation payments, or any
other moneys recovered as a result of prior uniform medical plan claims
payments, into the public employees' and retirees' insurance account to
be used for insurance benefits. Such receipts shall not be used for
administrative expenditures.

(2) The health care authority, subject to the approval of the
public employees' benefits board, shall provide subsidies for health
benefit premiums to eligible retired or disabled public employees and
school district employees who are eligible for medicare, pursuant to
RCW 41.05.085. For calendar years 2012 and 2013, the subsidy shall be
$150.00 per month.

(3) Technical colleges, school districts, and educational service
districts shall remit to the health care authority for deposit into the
public employees' and retirees' insurance account established in RCW
41.05.120 the following amounts:

(a) For each full-time employee, $66.01 per month beginning
September 1, 2011, and $67.91 beginning September 1, 2012;

(b) For each part-time employee, who at the time of the remittance
is employed in an eligible position as defined in RCW 41.32.010 or
41.40.010 and is eligible for employer fringe benefit contributions for
basic benefits, $66.01 each month beginning September 1, 2011, and
$67.91 beginning September 1, 2012, prorated by the proportion of
employer fringe benefit contributions for a full-time employee that the
part-time employee receives. The remittance requirements specified in
this subsection shall not apply to employees of a technical college,
school district, or educational service district who purchase insurance
benefits through contracts with the health care authority.

NEW SECTION. Sec. 920. COMPENSATION--REPRESENTED EMPLOYEES--
SUPER COALITION--INSURANCE BENEFITS

The collective bargaining agreement negotiated with the super
coalition under chapter 41.80 RCW includes employer premiums at 85
percent of the total weighted average of the projected health care
premiums across all plans and tiers. Appropriations in this act for state agencies, including institutions of higher education are sufficient to fund state employees health benefits for employees represented by the super coalition on health benefits, and are subject to the following conditions and limitations:

(1)(a) The monthly employer funding rate for insurance benefit premiums, public employees' benefits board administration, and the uniform medical plan, shall not exceed $850 per eligible employee for fiscal year 2012. For fiscal year 2013 the monthly employer funding rate shall not exceed $850 per eligible employee.

(b) In order to achieve the level of funding provided for health benefits, the public employees' benefits board shall require any or all of the following: Employee premium copayments, increases in point-of-service cost sharing, the implementation of managed competition, or make other changes to benefits consistent with RCW 41.05.065.

(c) The health care authority shall deposit any moneys received on behalf of the uniform medical plan as a result of rebates on prescription drugs, audits of hospitals, subrogation payments, or any other moneys recovered as a result of prior uniform medical plan claims payments, into the public employees' and retirees' insurance account to be used for insurance benefits. Such receipts shall not be used for administrative expenditures.

(2) The health care authority, subject to the approval of the public employees' benefits board, shall provide subsidies for health benefit premiums to eligible retired or disabled public employees and school district employees who are eligible for medicare, pursuant to RCW 41.05.085. For calendar years 2012 and 2013, the subsidy shall be $150.00 per month.

NEW SECTION. Sec. 921. COLLECTIVE BARGAINING AGREEMENTS

For the collective bargaining agreements negotiated with the state for the 2011-2013 fiscal biennium under chapters 41.56, 41.80, or 74.39A RCW, the governor may request funds necessary to implement the terms and conditions of an agreement submitted to the office of financial management after October 1st if that agreement is determined to be feasible financially to the state by the director of financial management.
Sec. 922. RCW 41.50.110 and 2009 c 564 s 924 are each amended to
read as follows:

(1) Except as provided by RCW 41.50.255 and subsection (6) of this
section, all expenses of the administration of the department, the
expenses of administration of the retirement systems, and the expenses
of the administration of the office of the state actuary created in
chapters 2.10, 2.12, 41.26, 41.32, 41.40, 41.34, 41.35, 41.37, 43.43,
and 44.44 RCW shall be paid from the department of retirement systems
expense fund.

(2) In order to reimburse the department of retirement systems
expense fund on an equitable basis the department shall ascertain and
report to each employer, as defined in RCW 41.26.030, 41.32.010,
41.35.010, 41.37.010, or 41.40.010, the sum necessary to defray its
proportional share of the entire expense of the administration of the
retirement system that the employer participates in during the ensuing
biennium or fiscal year whichever may be required. Such sum is to be
computed in an amount directly proportional to the estimated entire
expense of the administration as the ratio of monthly salaries of the
employer's members bears to the total salaries of all members in the
entire system. It shall then be the duty of all such employers to
include in their budgets or otherwise provide the amounts so required.

(3) The department shall compute and bill each employer, as defined
in RCW 41.26.030, 41.32.010, 41.35.010, 41.37.010, or 41.40.010, at the
end of each month for the amount due for that month to the department
of retirement systems expense fund and the same shall be paid as are
its other obligations. Such computation as to each employer shall be
made on a percentage rate of salary established by the department.
However, the department may at its discretion establish a system of
billing based upon calendar year quarters in which event the said
billing shall be at the end of each such quarter.

(4) The director may adjust the expense fund contribution rate for
each system at any time when necessary to reflect unanticipated costs
or savings in administering the department.

(5) An employer who fails to submit timely and accurate reports to
the department may be assessed an additional fee related to the
increased costs incurred by the department in processing the deficient
reports. Fees paid under this subsection shall be deposited in the
retirement system expense fund.
(a) Every six months the department shall determine the amount of an employer's fee by reviewing the timeliness and accuracy of the reports submitted by the employer in the preceding six months. If those reports were not both timely and accurate the department may prospectively assess an additional fee under this subsection.

(b) An additional fee assessed by the department under this subsection shall not exceed fifty percent of the standard fee.

(c) The department shall adopt rules implementing this section.

(6) Expenses other than those under RCW 41.34.060(3) shall be paid pursuant to subsection (1) of this section.

(7) During the ((2007-2009 and)) 2009-2011 and 2011-2013 fiscal biennia, the legislature may transfer from the department of retirement systems' expense fund to the state general fund such amounts as reflect the excess fund balance of the fund.

Sec. 923. RCW 41.60.050 and 1991 sp.s. c 16 s 918 are each amended to read as follows:

The legislature shall appropriate from the department of personnel service fund for the payment of administrative costs of the productivity board. However, during the ((1991-93)) 2011-2013 fiscal biennium, the ((administrative costs)) operations of the productivity board shall be ((appropriated from the savings recovery account)) suspended.

Sec. 924. RCW 41.80.010 and 2010 c 104 s 1 are each amended to read as follows:

(1) For the purpose of negotiating collective bargaining agreements under this chapter, the employer shall be represented by the governor or governor's designee, except as provided for institutions of higher education in subsection (4) of this section.

(2)(a) If an exclusive bargaining representative represents more than one bargaining unit, the exclusive bargaining representative shall negotiate with each employer representative as designated in subsection (1) of this section one master collective bargaining agreement on behalf of all the employees in bargaining units that the exclusive bargaining representative represents. For those exclusive bargaining representatives who represent fewer than a total of five hundred employees each, negotiation shall be by a coalition of all those
exclusive bargaining representatives. The coalition shall bargain for a master collective bargaining agreement covering all of the employees represented by the coalition. The governor's designee and the exclusive bargaining representative or representatives are authorized to enter into supplemental bargaining of agency-specific issues for inclusion in or as an addendum to the master collective bargaining agreement, subject to the parties' agreement regarding the issues and procedures for supplemental bargaining. This section does not prohibit cooperation and coordination of bargaining between two or more exclusive bargaining representatives.

(b) This subsection (2) does not apply to exclusive bargaining representatives who represent employees of institutions of higher education, except when the institution of higher education has elected to exercise its option under subsection (4) of this section to have its negotiations conducted by the governor or governor's designee under the procedures provided for general government agencies in subsections (1) through (3) of this section.

(c) If five hundred or more employees of an independent state elected official listed in RCW 43.01.010 are organized in a bargaining unit or bargaining units under RCW 41.80.070, the official shall be consulted by the governor or the governor's designee before any agreement is reached under (a) of this subsection concerning supplemental bargaining of agency specific issues affecting the employees in such bargaining unit.

(3) The governor shall submit a request for funds necessary to implement the compensation and fringe benefit provisions in the master collective bargaining agreement or for legislation necessary to implement the agreement. Requests for funds necessary to implement the provisions of bargaining agreements shall not be submitted to the legislature by the governor unless such requests:

(a) Have been submitted to the director of the office of financial management by October 1 prior to the legislative session at which the requests are to be considered; and

(b) Have been certified by the director of the office of financial management as being feasible financially for the state.

The legislature shall approve or reject the submission of the request for funds as a whole. The legislature shall not consider a request for funds to implement a collective bargaining agreement unless
the request is transmitted to the legislature as part of the governor's budget document submitted under RCW 43.88.030 and 43.88.060. If the legislature rejects or fails to act on the submission, either party may reopen all or part of the agreement or the exclusive bargaining representative may seek to implement the procedures provided for in RCW 41.80.090.

(4)(a)(i) For the purpose of negotiating agreements for institutions of higher education, the employer shall be the respective governing board of each of the universities, colleges, or community colleges or a designee chosen by the board to negotiate on its behalf.

(ii) A governing board of a university or college may elect to have its negotiations conducted by the governor or governor's designee under the procedures provided for general government agencies in subsections (1) through (3) of this section, except that:

(A) The governor or the governor's designee and an exclusive bargaining representative shall negotiate one master collective bargaining agreement for all of the bargaining units of employees of a university or college that the representative represents; or

(B) If the parties mutually agree, the governor or the governor's designee and an exclusive bargaining representative shall negotiate one master collective bargaining agreement for all of the bargaining units of employees of more than one university or college that the representative represents.

(iii) A governing board of a community college may elect to have its negotiations conducted by the governor or governor's designee under the procedures provided for general government agencies in subsections (1) through (3) of this section.

(b) Prior to entering into negotiations under this chapter, the institutions of higher education or their designees shall consult with the director of the office of financial management regarding financial and budgetary issues that are likely to arise in the impending negotiations.

(c)(i) If appropriations are necessary to implement the compensation and fringe benefit provisions of the bargaining agreements reached between institutions of higher education and exclusive bargaining representatives agreed to under the provisions of this chapter, the governor shall submit a request for such funds to the
legislature according to the provisions of subsection (3) of this section, except as provided in (c)(ii) of this subsection.

(ii) In the case of a bargaining unit of employees of institutions of higher education in which the exclusive bargaining representative is certified during or after the conclusion of a legislative session, the legislature may act upon the compensation and fringe benefit provisions of the unit's initial collective bargaining agreement if those provisions are agreed upon and submitted to the office of financial management and legislative budget committees before final legislative action on the biennial or supplemental operating budget by the sitting legislature.

(5) There is hereby created a joint committee on employment relations, which consists of two members with leadership positions in the house of representatives, representing each of the two largest caucuses; the chair and ranking minority member of the house appropriations committee, or its successor, representing each of the two largest caucuses; two members with leadership positions in the senate, representing each of the two largest caucuses; and the chair and ranking minority member of the senate ways and means committee, or its successor, representing each of the two largest caucuses. The governor shall periodically consult with the committee regarding appropriations necessary to implement the compensation and fringe benefit provisions in the master collective bargaining agreements, and upon completion of negotiations, advise the committee on the elements of the agreements and on any legislation necessary to implement the agreements.

(6) If, after the compensation and fringe benefit provisions of an agreement are approved by the legislature, a significant revenue shortfall occurs resulting in reduced appropriations, as declared by proclamation of the governor or by resolution of the legislature, both parties shall immediately enter into collective bargaining for a mutually agreed upon modification of the agreement.

(7) After the expiration date of a collective bargaining agreement negotiated under this chapter, all of the terms and conditions specified in the collective bargaining agreement remain in effect until the effective date of a subsequently negotiated agreement, not to exceed one year from the expiration date stated in the agreement. Thereafter, the employer may unilaterally implement according to law.
(8) For the 2011-2013 fiscal biennium, a collective bargaining agreement related to employee health care benefits negotiated between the employer and coalition pursuant to RCW 41.80.020(3) regarding the dollar amount expended on behalf of each employee shall be a separate agreement for which the governor may request funds necessary to implement the agreement. If such an agreement is negotiated and funded by the legislature, this agreement will supersede any terms and conditions of an expired 2009-2011 biennial master collective bargaining agreement under this chapter regarding health care benefits.

Sec. 925. RCW 41.80.020 and 2010 c 283 s 16 are each amended to read as follows:

(1) Except as otherwise provided in this chapter, the matters subject to bargaining include wages, hours, and other terms and conditions of employment, and the negotiation of any question arising under a collective bargaining agreement.

(2) The employer is not required to bargain over matters pertaining to:

(a) Health care benefits or other employee insurance benefits, except as required in subsection (3) of this section;

(b) Any retirement system or retirement benefit; or

(c) Rules of the director of personnel or the Washington personnel resources board adopted under section 203, chapter 354, Laws of 2002.

(3) Matters subject to bargaining include the number of names to be certified for vacancies, promotional preferences, and the dollar amount expended on behalf of each employee for health care benefits. However, except as provided otherwise in this subsection for institutions of higher education, negotiations regarding the number of names to be certified for vacancies, promotional preferences, and the dollar amount expended on behalf of each employee for health care benefits shall be conducted between the employer and one coalition of all the exclusive bargaining representatives subject to this chapter. The exclusive bargaining representatives for employees that are subject to chapter 47.64 RCW shall bargain the dollar amount expended on behalf of each employee for health care benefits with the employer as part of the coalition under this subsection. Any such provision agreed to by the employer and the coalition shall be included in all master collective bargaining agreements negotiated by the parties. For institutions of
higher education, promotional preferences and the number of names to be
certified for vacancies shall be bargained under the provisions of RCW
41.80.010(4). For agreements covering the 2011-2013 fiscal biennium,
any agreement between the employer and the coalition regarding the
dollar amount expended on behalf of each employee for health care
benefits is a separate agreement and shall not be included in the
master collective bargaining agreements negotiated by the parties.

(4) The employer and the exclusive bargaining representative shall
not agree to any proposal that would prevent the implementation of
approved affirmative action plans or that would be inconsistent with
the comparable worth agreement that provided the basis for the salary
changes implemented beginning with the 1983-1985 biennium to achieve
comparable worth.

(5) The employer and the exclusive bargaining representative shall
not bargain over matters pertaining to management rights established in
RCW 41.80.040.

(6) Except as otherwise provided in this chapter, if a conflict
exists between an executive order, administrative rule, or agency
policy relating to wages, hours, and terms and conditions of employment
and a collective bargaining agreement negotiated under this chapter,
the collective bargaining agreement shall prevail. A provision of a
collective bargaining agreement that conflicts with the terms of a
statute is invalid and unenforceable.

(7) This section does not prohibit bargaining that affects
contracts authorized by RCW 41.06.142.

Sec. 926. RCW 43.08.190 and 2010 c 222 s 3 are each amended to
read as follows:

There is hereby created a fund within the state treasury to be
known as the "state treasurer's service fund." Such fund shall be used
solely for the payment of costs and expenses incurred in the operation
and administration of the state treasurer's office.

Moneys shall be allocated monthly and placed in the state
treasurer's service fund equivalent to a maximum of one percent of the
trust and treasury average daily cash balances from the earnings
generated under the authority of RCW 43.79A.040 and 43.84.080 other
than earnings generated from investment of balances in funds and
accounts specified in RCW 43.79A.040(4)(c). The allocation shall
precede the distribution of the remaining earnings as prescribed under
RCW 43.79A.040 and 43.84.092. The state treasurer shall establish a
uniform allocation rate for all funds and accounts; except that the
state treasurer may negotiate a different allocation rate with any
state agency that has independent authority over funds not statutorily
required to be held in the state treasury or in the custody of the
state treasurer. In no event shall the rate be less than the actual
costs incurred by the state treasurer's office. If no rate is
separately negotiated, the default rate for any funds held shall be the
rate set for funds held pursuant to statute.

During the 2009-2011 fiscal biennium and the 2011-2013 fiscal
biennium, the legislature may transfer from the state treasurer's
service fund to the state general fund such amounts as reflect the
excess fund balance of the fund.

Sec. 927. RCW 43.09.475 and 2009 c 564 s 929 are each amended to
read as follows:

The performance audits of government account is hereby created in
the custody of the state treasurer. Revenue identified in RCW
82.08.020(5) and 82.12.0201 shall be deposited in the account. Money
in the account shall be used to fund the performance audits and follow-
up performance audits under RCW 43.09.470 and shall be expended by the
state auditor in accordance with chapter 1, Laws of 2006. Only the
state auditor or the state auditor's designee may authorize
expenditures from the account. The account is subject to allotment
procedures under chapter 43.88 RCW, but an appropriation is not
required for expenditures. During the 2009-2011 fiscal biennium, the
legislature may transfer from the performance audits of government
account to the state general fund such amounts as deemed to be
appropriate or necessary. During 2011-2013 fiscal biennium, the
performance audits of government account may be appropriated for fraud
investigations in the state auditor's office and the department of
social and health services, audit and collection functions in the
department of revenue, and audits of school districts. In addition,
during the 2011-2013 fiscal biennium the account may be used to fund
the office of financial management's contract for the compliance audit
of the state auditor.
Sec. 928. RCW 43.19.501 and 2009 c 564 s 932 are each amended to read as follows:

The Thurston county capital facilities account is created in the state treasury. The account is subject to the appropriation and allotment procedures under chapter 43.88 RCW. Moneys in the account may be expended for capital projects in facilities owned and managed by the department of general administration in Thurston county. For the 2007-2009 biennium, moneys in the account may be used for predesign identified in section 1037, chapter 328, Laws of 2008.

During the 2009-2011 and 2011-2013 fiscal biennia, the legislature may transfer from the Thurston county capital facilities account to the state general fund such amounts as reflect the excess fund balance of the account.

Sec. 929. RCW 43.20A.725 and 2010 1st sp.s. c 37 s 921 are each amended to read as follows:

(1) The department, through the sole authority of the office or its successor organization, shall maintain a program whereby an individual of school age or older who possesses a hearing or speech impairment is provided with telecommunications equipment, software, and/or peripheral devices, digital or otherwise, that is determined by the office to be necessary for such a person to access and use telecommunications transmission services effectively.

(2) The department, through the sole authority of the office or its successor organization, shall maintain a program where telecommunications relay services of a human or electronic nature will be provided to connect hearing impaired, deaf-blind, or speech impaired persons with persons who do not have a hearing or speech impairment. Such telecommunications relay services shall provide the ability for an individual who has a hearing or speech impairment to engage in voice, tactile, or visual communication by wire or radio with a hearing individual in a manner that is functionally equivalent to the ability of an individual who does not have a hearing or speech impairment to communicate using voice or visual communication services by wire or radio subject to subsection (4)(b) of this section.

(3) The telecommunications relay service and equipment distribution program may operate in such a manner as to provide communications transmission opportunities that are capable of incorporating new
technologies that have demonstrated benefits consistent with the intent of this chapter and are in the best interests of the citizens of this state.

(4) The office shall administer and control the award of money to all parties incurring costs in implementing and maintaining telecommunications services, programs, equipment, and technical support services according to this section. The relay service contract shall be awarded to an individual company registered as a telecommunications company by the utilities and transportation commission, to a group of registered telecommunications companies, or to any other company or organization determined by the office as qualified to provide relay services, contingent upon that company or organization being approved as a registered telecommunications company prior to final contract approval. The relay system providers and telecommunications equipment vendors shall be selected on the basis of cost-effectiveness and utility to the greatest extent possible under the program and technical specifications established by the office.

(a) To the extent funds are available under the then-current rate and not otherwise held in reserve or required for other purposes authorized by this chapter, the office may award contracts for communications and related services and equipment for hearing impaired or speech impaired individuals accessing or receiving services provided by, or contracted for, the department to meet access obligations under Title 2 of the federal Americans with disabilities act or related federal regulations.

(b) The office shall perform its duties under this section with the goal of achieving functional equivalency of access to and use of telecommunications services similar to the enjoyment of access to and use of such services experienced by an individual who does not have a hearing or speech impairment only to the extent that funds are available under the then-current rate and not otherwise held in reserve or required for other purposes authorized by this chapter.

(5) The program shall be funded by a telecommunications relay service (TRS) excise tax applied to each switched access line provided by the local exchange companies. The office shall determine, in consultation with the office's program advisory committee, the budget needed to fund the program on an annual basis, including both operational costs and a reasonable amount for capital improvements such
as equipment upgrade and replacement. The budget proposed by the
office, together with documentation and supporting materials, shall be
submitted to the office of financial management for review and
approval. The approved budget shall be given by the department in an
annual budget to the department of revenue no later than March 1st
prior to the beginning of the fiscal year. The department of revenue
shall then determine the amount of telecommunications relay service
excise tax to be placed on each switched access line and shall inform
local exchange companies and the utilities and transportation
commission of this amount no later than May 1st. The department of
revenue shall determine the amount of telecommunications relay service
excise tax to be collected in the following fiscal year by dividing the
total of the program budget, as submitted by the office, by the total
number of switched access lines in the prior calendar year, as reported
to the department of revenue under chapter 82.14B RCW, and shall not
exercise any further oversight of the program under this subsection
other than administering the collection of the telecommunications relay
service excise tax as provided in RCW 82.72.010 through 82.72.090. The
telecommunications relay service excise tax shall not exceed nineteen
cents per month per access line. The telecommunications relay service
excise tax shall be separately identified on each ratepayer's bill with
the following statement: "Funds federal ADA requirement." All
proceeds from the telecommunications relay service excise tax shall be
put into a fund to be administered by the office through the
department. During the 2009-2011 and 2011-2013 fiscal (biennium)
biennia, the funds may also be used to provide individualized
employment services and employment-related counseling to people with
disabilities, and technical assistance to employers about the
employment of people with disabilities. "Switched access line" has the
meaning provided in RCW 82.14B.020.

(6) The telecommunications relay service program and equipment
vendors shall provide services and equipment consistent with the
requirements of federal law for the operation of both interstate and
intrastate telecommunications services for the hearing impaired or
speech impaired. The department and the utilities and transportation
commission shall be responsible for ensuring compliance with federal
requirements and shall provide timely notice to the legislature of any
legislation that may be required to accomplish compliance.
(7) The department shall adopt rules establishing eligibility criteria, ownership obligations, financial contributions, and a program for distribution to individuals requesting and receiving such telecommunications devices distributed by the office, and other rules necessary to administer programs and services consistent with this chapter.

Sec. 930. RCW 43.79.201 and 2009 c 564 s 935 are each amended to read as follows:

(1) The charitable, educational, penal and reformatory institutions account is hereby created, in the state treasury, into which account there shall be deposited all moneys arising from the sale, lease or transfer of the land granted by the United States government to the state for charitable, educational, penal and reformatory institutions by section 17 of the enabling act, or otherwise set apart for such institutions, except all moneys arising from the sale, lease, or transfer of that certain one hundred thousand acres of such land assigned for the support of the University of Washington by chapter 91, Laws of 1903 and section 9, chapter 122, Laws of 1893.

(2) If feasible, not less than one-half of all income to the charitable, educational, penal, and reformatory institutions account shall be appropriated for the purpose of providing housing, including repair and renovation of state institutions, for persons with mental illness or developmental disabilities, or youth who are blind, deaf, or otherwise disabled. If moneys are appropriated for community-based housing, the moneys shall be appropriated to the department of community, trade, and economic development for the housing assistance program under chapter 43.185 RCW. During the 2009-2011 and 2011-2013 fiscal biennia, the legislature may transfer from the charitable, educational, penal and reformatory institutions account to the state general fund such amounts as reflect excess fund balance of the account.

Sec. 931. RCW 43.79.465 and 2010 1st sp.s. c 37 s 929 are each amended to read as follows:

The education savings account is created in the state treasury. The account shall consist of all moneys appropriated to the account by the legislature.
Ten percent of legislative appropriations to the education savings account shall be distributed as follows: (a) Fifty percent to the distinguished professorship trust fund under RCW 28B.76.565; (b) seventeen percent to the graduate fellowship trust fund under RCW 28B.76.610; and (c) thirty-three percent to the college faculty awards trust fund under RCW 28B.50.837.

The remaining moneys in the education savings account may be appropriated solely for (a) common school construction projects that are eligible for funding from the common school construction account, (b) technology improvements in the common schools, (c) during the 2001-03 fiscal biennium, technology improvements in public higher education institutions, (d) during the 2007-2009 fiscal biennium, the legislature may transfer from the education savings account to the state general fund such amounts as reflect the excess fund balance of the account attributable to unspent state general fund appropriations for fiscal year 2008, and (e) for fiscal year 2010, the legislature may transfer from the education savings account to the state general fund such amounts as reflect the fund balance of the account attributable to unspent general fund appropriations for fiscal year 2009; and (f) for fiscal years 2012 and 2013, the legislature may transfer from the education savings account to the state general fund such amounts as reflect the fund balance of the account attributable to unspent general fund appropriations for fiscal years 2011 and 2012.

Sec. 932. RCW 43.79.480 and 2009 c 564 s 937 and 2009 c 479 s 30 are each reenacted and amended to read as follows:

(1) Moneys received by the state of Washington in accordance with the settlement of the state's legal action against tobacco product manufacturers, exclusive of costs and attorneys' fees, shall be deposited in the state general fund except as these moneys are sold or assigned under chapter 43.340 RCW.

(2) The tobacco settlement account is created in the state treasury. Moneys in the tobacco settlement account may only be transferred to the state general fund, and to the tobacco prevention and control account for purposes set forth in this section. The legislature shall transfer amounts received as strategic contribution payments as defined in RCW 43.350.010 to the life sciences discovery...
fund created in RCW 43.350.070. During the 2009-2011 fiscal biennium, the legislature may transfer less than the entire strategic contribution payments. ((3))) The tobacco prevention and control account is created in the state treasury. The source of revenue for this account is moneys transferred to the account (from the tobacco settlement account), investment earnings, donations to the account, and other revenues as directed by law. Expenditures from the account are subject to appropriation. ((During the 2009-2011 fiscal biennium, the legislature may transfer from the tobacco prevention and control account to the state general fund such amounts as represent the excess fund balance of the account.))

NEW SECTION. Sec. 933. On the effective date of this section, all moneys in the tobacco settlement account shall be deposited in the general fund.

Sec. 934. RCW 43.88.150 and 1995 c 6 s 1 are each amended to read as follows:

(1) For those agencies that make expenditures from both appropriated and nonappropriated funds for the same purpose, the governor shall direct such agencies to charge their expenditures in such ratio, as between appropriated and nonappropriated funds, as will conserve appropriated funds. This subsection does not apply to institutions of higher education, as defined in RCW 28B.10.016, except during the 2011-2013 fiscal biennium.

(2) Unless otherwise provided by law, if state moneys are appropriated for a capital project and matching funds or other contributions are required as a condition of the receipt of the state moneys, the state moneys shall be disbursed in proportion to and only to the extent that the matching funds or other contributions have been received and are available for expenditure.

(3) The office of financial management shall adopt guidelines for the implementation of this section. The guidelines may account for federal matching requirements or other requirements to spend other moneys in a particular manner.
Sec. 935. RCW 43.135.045 and 2010 1st sp.s. c 27 s 5 are each amended to read as follows:

The education construction fund is hereby created in the state treasury.

(1) Funds may be appropriated from the education construction fund exclusively for common school construction or higher education construction. During the 2007-2009 fiscal biennium, funds may also be used for higher education facilities preservation and maintenance. During the 2009-2011 and 2011-2013 fiscal biennia, the legislature may transfer from the education construction fund to the state general fund such amounts as reflect the excess fund balance of the fund.

(2) Funds may be appropriated for any other purpose only if approved by a two-thirds vote of each house of the legislature and if approved by a vote of the people at the next general election. An appropriation approved by the people under this subsection shall result in an adjustment to the state expenditure limit only for the fiscal period for which the appropriation is made and shall not affect any subsequent fiscal period.

(3) Funds for the student achievement program in RCW 28A.505.210 and 28A.505.220 shall be appropriated to the superintendent of public instruction strictly for distribution to school districts to meet the provisions set out in the student achievement act. Allocations shall be made on an equal per full-time equivalent student basis to each school district.

(4) After July 1, 2010, the state treasurer shall transfer one hundred two million dollars from the general fund to the education construction fund by June 30th of each year.

Sec. 936. RCW 43.155.050 and 2010 1st sp.s. c 37 s 932 and 2010 1st sp.s. c 36 s 6007 are each reenacted and amended to read as follows:

The public works assistance account is hereby established in the state treasury. Money may be placed in the public works assistance account from the proceeds of bonds when authorized by the legislature or from any other lawful source. Money in the public works assistance account shall be used to make loans and to give financial guarantees to local governments for public works projects. Moneys in the account may
also be appropriated to provide for state match requirements under federal law for projects and activities conducted and financed by the board under the drinking water assistance account. Not more than fifteen percent of the biennial capital budget appropriation to the public works board from this account may be expended or obligated for preconstruction loans, emergency loans, or loans for capital facility planning under this chapter; of this amount, not more than ten percent of the biennial capital budget appropriation may be expended for emergency loans and not more than one percent of the biennial capital budget appropriation may be expended for capital facility planning loans. For the 2007-2009 biennium, moneys in the account may be used for grants for projects identified in section 138, chapter 488, Laws of 2005 and section 1033, chapter 520, Laws of 2007. During the 2009-2011 fiscal biennium, sums in the public works assistance account may be used for the water pollution control revolving fund program match in section 3013, chapter 36, Laws of 2010 1st sp. sess. During the 2009-2011 fiscal biennium, the legislature may transfer from the job development fund to the general fund such amounts as reflect the excess fund balance of the fund. During the 2011-2013 fiscal biennium, the legislature may transfer from the public works assistance account to the general fund, the water pollution control revolving account, and the drinking water assistance account such amounts as reflect the excess fund balance of the account.

NEW SECTION. Sec. 937. Section 936 (RCW 43.155.050) of this act takes effect June 30, 2011.

Sec. 938. RCW 43.185C.060 and 2007 c 427 s 6 are each amended to read as follows:

The home security fund account is created in the state treasury, subject to appropriation. The state's portion of the surcharge established in RCW 36.22.179 and 36.22.1791 must be deposited in the account. Expenditures from the account may be used only for homeless housing programs as described in this chapter. During the 2011-2013 fiscal biennium, the legislature may transfer from the home security fund account to the lifeline opportunity and assistance account such amounts as reflect the excess fund balance of the account.
Sec. 939. RCW 43.185C.190 and 2007 c 427 s 2 are each amended to read as follows:
The affordable housing for all account is created in the state treasury, subject to appropriation. The state's portion of the surcharges established in RCW 36.22.178 shall be deposited in the account. Expenditures from the account may only be used for affordable housing programs. During the 2011-2013 fiscal biennium, moneys in the account may be transferred to the home security fund.

Sec. 940. RCW 43.330.250 and 2009 c 565 s 13 and 2009 c 564 s 943 are each reenacted and amended to read as follows:
(1) The economic development strategic reserve account is created in the state treasury to be used only for the purposes of this section.
(2) Only the governor, with the recommendation of the director of the department of commerce and the economic development commission, may authorize expenditures from the account.
(3) Expenditures from the account shall be made in an amount sufficient to fund a minimum of one staff position for the economic development commission and to cover any other operational costs of the commission.
(4) During the 2009-2011 (fiscal biennium) and 2011-2013 fiscal biennia, moneys in the account may also be transferred into the state general fund.
(5) Expenditures from the account may be made to prevent closure of a business or facility, to prevent relocation of a business or facility in the state to a location outside the state, or to recruit a business or facility to the state. Expenditures may be authorized for:
(a) Workforce development;
(b) Public infrastructure needed to support or sustain the operations of the business or facility; and
(c) Other lawfully provided assistance, including, but not limited to, technical assistance, environmental analysis, relocation assistance, and planning assistance. Funding may be provided for such assistance only when it is in the public interest and may only be provided under a contractual arrangement ensuring that the state will receive appropriate consideration, such as an assurance of job creation or retention.
(6) The funds shall not be expended from the account unless:
(a) The circumstances are such that time does not permit the
director of the department of commerce or the business or facility to
secure funding from other state sources;
(b) The business or facility produces or will produce significant
long-term economic benefits to the state, a region of the state, or a
particular community in the state;
(c) The business or facility does not require continuing state
support;
(d) The expenditure will result in new jobs, job retention, or
higher incomes for citizens of the state;
(e) The expenditure will not supplant private investment; and
(f) The expenditure is accompanied by private investment.
(7) No more than three million dollars per year may be expended
from the account for the purpose of assisting an individual business or
facility pursuant to the authority specified in this section.
(8) If the account balance in the strategic reserve account exceeds
fifteen million dollars at any time, the amount in excess of fifteen
million dollars shall be transferred to the education construction
account.

Sec. 941. RCW 43.350.070 and 2011 c 5 s 916 are each amended to
read as follows:
The life sciences discovery fund is created in the custody of the
state treasurer. Only the board or the board's designee may authorize
expenditures from the fund. Expenditures from the fund may be made
only for purposes of this chapter. Administrative expenses of the
authority, including staff support, may be paid only from the fund.
Revenues to the fund consist of transfers made by the legislature
((from strategic contribution payments deposited in the tobacco
settlement account under RCW 43.79.480)) into the account, moneys
received pursuant to contribution agreements entered into pursuant to
RCW 43.350.030, moneys received from gifts, grants, and bequests, and
interest earned on the fund. During the 2009-2011 fiscal biennium, the
legislature may transfer to other state funds or accounts such amounts
as represent the excess balance of the life sciences discovery fund.

Sec. 942. RCW 66.08.170 and 2009 c 564 s 947 are each amended to
read as follows:
There shall be a fund, known as the "liquor revolving fund", which
shall consist of all license fees, permit fees, penalties, forfeitures,
and all other moneys, income, or revenue received by the board. The
state treasurer shall be custodian of the fund. All moneys received by
the board or any employee thereof, except for change funds and an
amount of petty cash as fixed by the board within the authority of law
shall be deposited each day in a depository approved by the state
treasurer and transferred to the state treasurer to be credited to the
liquor revolving fund. During the 2009-2011 fiscal biennium, the
legislature may transfer funds from the liquor revolving account [fund]
to the state general fund and may direct an additional amount of liquor
profits to be distributed to local governments. Neither the transfer
of funds nor the additional distribution of liquor profits to local
governments during the 2009-2011 fiscal biennium may reduce the excess
fund distributions that otherwise would occur under RCW 66.08.190.
During the 2011-2013 fiscal biennium, the state treasurer shall
transfer from the liquor revolving fund to the state general fund
forty-two million five hundred thousand dollars for fiscal year 2012
and forty-two million five hundred thousand dollars for fiscal year
2013. The transfer during the 2011-2013 fiscal biennium may not reduce
the excess fund distributions that otherwise would occur under RCW
66.08.190. Sales to licensees are exempt from any liquor price
increases that may result from the transfer of funds from the liquor
revolving fund to the state general fund during the 2011-2013 fiscal
biennium. Disbursements from the revolving fund shall be on
authorization of the board or a duly authorized representative thereof.
In order to maintain an effective expenditure and revenue control the
liquor revolving fund shall be subject in all respects to chapter 43.88
RCW but no appropriation shall be required to permit expenditures and
payment of obligations from such fund.

Sec. 943. RCW 66.08.190 and 2003 1st sp.s. c 25 s 927 are each
amended to read as follows:

(1) Except for revenues generated by the 2003 surcharge of
$0.42/liter on retail sales of spirits that ((shall)) must be
distributed to the state general fund during the 2003-2005 biennium,
when excess funds are distributed, all moneys subject to distribution
((shall)) must be disbursed as follows:
(a) Three-tenths of one percent to border areas under RCW 66.08.195; and

(b) Except as provided in subsection (4) of this section, from the amount remaining after distribution under (a) of this subsection, (i) fifty percent to the general fund of the state, (ii) ten percent to the counties of the state, and (iii) forty percent to the incorporated cities and towns of the state.

(2) During the months of June, September, December, and March of each year, prior to disbursing the distribution to incorporated cities and towns under subsection (1)(b) of this section, the treasurer must deduct from that distribution an amount that will fund that quarter's allotments under RCW 43.88.110 from any legislative appropriation from the city and town research services account. The treasurer must deposit the amount deducted into the city and town research services account.

(3) The governor may notify and direct the state treasurer to withhold the revenues to which the counties and cities are entitled under this section if the counties or cities are found to be in noncompliance pursuant to RCW 36.70A.340.

(4) During the 2011-2013 fiscal biennium, from the amount remaining after distribution under subsection (1)(a) of this section, (a) 51.7 percent to the general fund of the state, (b) 9.7 percent to the counties of the state, and (c) 38.6 percent to the incorporated cities and towns of the state.

Sec. 944. RCW 66.08.235 and 2005 c 151 s 4 are each amended to read as follows:

The liquor control board construction and maintenance account is created within the state treasury. The liquor control board shall deposit into this account a portion of the board's markup, as authorized by chapter 66.16 RCW, placed upon liquor as determined by the board. Moneys in the account may be spent only after appropriation. The liquor control board shall use deposits to this account to fund construction and maintenance of a centralized distribution center for liquor products intended for sale through the board's liquor store and contract liquor store system. During the 2001-2003 fiscal biennium, the legislature may transfer from the liquor control board construction and maintenance account to...
the state general fund such amounts as reflect the (appropriations
reductions made by the 2002 supplemental appropriations act for
administrative efficiencies and savings) excess fund balance of the
account.

Sec. 945. RCW 67.70.260 and 2002 c 371 s 919 are each amended to
read as follows:

There is hereby created the lottery administrative account in the
state treasury. The account shall be managed, controlled, and
maintained by the director. The legislature may appropriate from the
account for the payment of costs incurred in the operation and
administration of the lottery. During the 2001-2003 fiscal biennium,
the legislature may transfer from the lottery administrative account to
the state general fund such amounts as reflect the appropriations
reductions made by the 2002 supplemental appropriations act for
administrative efficiencies and savings. During the 2011-2013 fiscal
biennium, the lottery administrative account may also be used to fund
an independent forecast of the lottery revenues conducted by the
economic and revenue forecast council.

Sec. 946. RCW 70.93.180 and 2010 1st sp.s. c 37 s 945 are each
amended to read as follows:

(1) There is hereby created an account within the state treasury to
be known as the "waste reduction, recycling, and litter control
account". Moneys in the account may be spent only after appropriation.
Expenditures from the waste reduction, recycling, and litter control
account shall be used as follows:

(a) Fifty percent to the department of ecology, for use by the
departments of ecology, natural resources, revenue, transportation, and
corrections, and the parks and recreation commission, for use in litter
collection programs, to be distributed under RCW 70.93.220. The amount
to the department of ecology shall also be used for a central
coordination function for litter control efforts statewide, for the
biennial litter survey under RCW 70.93.200(8), and for statewide public
awareness programs under RCW 70.93.200(7). The amount to the
department shall also be used to defray the costs of administering the
funding, coordination, and oversight of local government programs for
waste reduction, litter control, and recycling, so that local
governments can apply one hundred percent of their funding to achieving program goals. The amount to the department of revenue shall be used to enforce compliance with the litter tax imposed in chapter 82.19 RCW;

(b) Twenty percent to the department for local government funding programs for waste reduction, litter control, and recycling activities by cities and counties under RCW 70.93.250, to be administered by the department of ecology; and

(c) Thirty percent to the department of ecology for waste reduction and recycling efforts.

(2) All taxes imposed in RCW 82.19.010 and fines and bail forfeitures collected or received pursuant to this chapter shall be deposited in the waste reduction, recycling, and litter control account and used for the programs under subsection (1) of this section.

(3) Not less than five percent and no more than ten percent of the amount appropriated into the waste reduction, recycling, and litter control account every biennium shall be reserved for capital needs, including the purchase of vehicles for transporting crews and for collecting litter and solid waste. Capital funds shall be distributed among state agencies and local governments according to the same criteria provided in RCW 70.93.220 for the remainder of the funds, so that the most effective waste reduction, litter control, and recycling programs receive the most funding. The intent of this subsection is to provide funds for the purchase of equipment that will enable the department to account for the greatest return on investment in terms of reaching a zero litter goal.

(4) During the 2009-2011 fiscal biennium, the legislature may transfer from the waste reduction, recycling, and litter control account to the state general fund such amounts as reflect the excess fund balance of the account. Additionally, during the 2009-2011 fiscal biennium, subsection (1)(a), (b), and (c) of this section is suspended.

(5) During the 2011-2013 fiscal biennium, the legislature may transfer from the waste reduction, recycling, and litter control account to the state general fund such amounts as reflect the excess fund balance of the account. Additionally, during the 2011-2013 fiscal biennium, subsection (1)(a), (b), and (c) of this section is suspended.

Sec. 947. RCW 70.105D.070 and 2010 1st sp.s. c 37 s 942 are each amended to read as follows:
The state toxics control account and the local toxics control
account are hereby created in the state treasury.

The following moneys shall be deposited into the state toxics
control account: (a) Those revenues which are raised by the tax
imposed under RCW 82.21.030 and which are attributable to that portion
of the rate equal to thirty-three one-hundredths of one percent; (b)
the costs of remedial actions recovered under this chapter or chapter
70.105A RCW; (c) penalties collected or recovered under this chapter;
and (d) any other money appropriated or transferred to the account by
the legislature. Moneys in the account may be used only to carry out
the purposes of this chapter, including but not limited to the
following activities:

(i) The state's responsibility for hazardous waste planning,
management, regulation, enforcement, technical assistance, and public
education required under chapter 70.105 RCW;

(ii) The state's responsibility for solid waste planning,
management, regulation, enforcement, technical assistance, and public
education required under chapter 70.95 RCW;

(iii) The hazardous waste cleanup program required under this
chapter;

(iv) State matching funds required under the federal cleanup law;

(v) Financial assistance for local programs in accordance with
chapters 70.95, 70.95C, 70.95I, and 70.105 RCW;

(vi) State government programs for the safe reduction, recycling,
or disposal of hazardous wastes from households, small businesses, and
agriculture;

(vii) Hazardous materials emergency response training;

(viii) Water and environmental health protection and monitoring
programs;

(ix) Programs authorized under chapter 70.146 RCW;

(x) A public participation program, including regional citizen
advisory committees;

(xi) Public funding to assist potentially liable persons to pay for
the costs of remedial action in compliance with cleanup standards under
RCW 70.105D.030(2)(e) but only when the amount and terms of such
funding are established under a settlement agreement under RCW
70.105D.040(4) and when the director has found that the funding will
achieve both (A) a substantially more expeditious or enhanced cleanup than would otherwise occur, and (B) the prevention or mitigation of unfair economic hardship;

(xii) Development and demonstration of alternative management technologies designed to carry out the hazardous waste management priorities of RCW 70.105.150;

(xiii) During the 2009-2011 and 2011-2013 fiscal biennia, shoreline update technical assistance; and

(xiv) During the 2009-2011 fiscal biennium, multijurisdictional permitting teams; and

(xv) During the 2011-2013 fiscal biennium, actions for reducing public exposure to toxic air pollution.

(3) The following moneys shall be deposited into the local toxics control account: Those revenues which are raised by the tax imposed under RCW 82.21.030 and which are attributable to that portion of the rate equal to thirty-seven one-hundredths of one percent.

(a) Moneys deposited in the local toxics control account shall be used by the department for grants or loans to local governments for the following purposes in descending order of priority:

(i) Remedial actions;

(ii) Hazardous waste plans and programs under chapter 70.105 RCW;

(iii) Solid waste plans and programs under chapters 70.95, 70.95C, 70.95I, and 70.105 RCW;

(iv) Funds for a program to assist in the assessment and cleanup of sites of methamphetamine production, but not to be used for the initial containment of such sites, consistent with the responsibilities and intent of RCW 69.50.511; and

(v) Cleanup and disposal of hazardous substances from abandoned or derelict vessels, defined for the purposes of this section as vessels that have little or no value and either have no identified owner or have an identified owner lacking financial resources to clean up and dispose of the vessel, that pose a threat to human health or the environment.

(b) Funds for plans and programs shall be allocated consistent with the priorities and matching requirements established in chapters 70.105, 70.95C, 70.95I, and 70.95 RCW, except that any applicant that is a Puget Sound partner, as defined in RCW 90.71.010, along with any project that is referenced in the action agenda developed by the Puget
Sound partnership under RCW 90.71.310, shall, except as conditioned by
RCW 70.105D.120, receive priority for any available funding for any
grant or funding programs or sources that use a competitive bidding
process. During the 2007-2009 fiscal biennium, moneys in the account
may also be used for grants to local governments to retrofit public
sector diesel equipment and for storm water planning and implementation
activities.

(c) To expedite cleanups throughout the state, the department shall
partner with local communities and liable parties for cleanups. The
department is authorized to use the following additional strategies in
order to ensure a healthful environment for future generations:

(i) The director may alter grant-matching requirements to create
incentives for local governments to expedite cleanups when one of the
following conditions exists:

(A) Funding would prevent or mitigate unfair economic hardship
imposed by the clean-up liability;

(B) Funding would create new substantial economic development,
public recreational, or habitat restoration opportunities that would
not otherwise occur; or

(C) Funding would create an opportunity for acquisition and
redevelopment of vacant, orphaned, or abandoned property under RCW
70.105D.040(5) that would not otherwise occur;

(ii) The use of outside contracts to conduct necessary studies;

(iii) The purchase of remedial action cost-cap insurance, when
necessary to expedite multiparty clean-up efforts.

(d) To facilitate and expedite cleanups using funds from the local
toxics control account, during the 2009-2011 fiscal biennium the
director may establish grant-funded accounts to hold and disperse local
toxics control account funds and funds from local governments to be
used for remedial actions.

(4) Except for unanticipated receipts under RCW 43.79.260 through
43.79.282, moneys in the state and local toxics control accounts may be
spent only after appropriation by statute.

(5) Except during the 2009-2011 fiscal biennium, one percent of the
moneys deposited into the state and local toxics control accounts shall
be allocated only for public participation grants to persons who may be
adversely affected by a release or threatened release of a hazardous
substance and to not-for-profit public interest organizations. The
primary purpose of these grants is to facilitate the participation by persons and organizations in the investigation and remedying of releases or threatened releases of hazardous substances and to implement the state's solid and hazardous waste management priorities. No grant may exceed sixty thousand dollars. Grants may be renewed annually. Moneys appropriated for public participation from either account which are not expended at the close of any biennium shall revert to the state toxics control account.

(6) No moneys deposited into either the state or local toxics control account may be used for solid waste incinerator feasibility studies, construction, maintenance, or operation, or, after January 1, 2010, for projects designed to address the restoration of Puget Sound, funded in a competitive grant process, that are in conflict with the action agenda developed by the Puget Sound partnership under RCW 90.71.310.

(7) The department shall adopt rules for grant or loan issuance and performance.

(8) During the 2007-2009 and 2009-2011 fiscal biennia, the legislature may transfer from the local toxics control account to either the state general fund or the oil spill prevention account, or both such amounts as reflect excess fund balance in the account.

(9) During the 2009-2011 fiscal biennium, the local toxics control account may also be used for a standby rescue tug at Neah Bay, local government shoreline update grants, private and public sector diesel equipment retrofit, and oil spill prevention, preparedness, and response activities.

(10) During the 2009-2011 fiscal biennium, the legislature may transfer from the state toxics control account to the state general fund such amounts as reflect the excess fund balance in the account.

(11) During the 2011-2013 fiscal biennium, the local toxics control account may also be used for local government shoreline update grants and actions for reducing public exposure to toxic air pollution.

Sec. 948. RCW 70.105D.130 and 2010 1st sp. s. c 37 s 947 are each amended to read as follows:

(1) The cleanup settlement account is created in the state treasury. The account is not intended to replace the state toxics control account established under RCW 70.105D.070. All receipts from
the sources identified in subsection (2) of this section must be deposited into the account. Moneys in the account may be spent only after appropriation. Expenditures from the account may be used only as identified in subsection (4) of this section.

(2) The following receipts must be deposited into the cleanup settlement account:

(a) Receipts from settlements or court orders that direct payment to the account and resolve a person's liability or potential liability under this chapter for either or both of the following:

(i) Conducting future remedial action at a specific facility, if it is not feasible to require the person to conduct the remedial action based on the person's financial insolvency, limited ability to pay, or insignificant contribution under RCW 70.105D.040(4)(a);

(ii) Assessing or addressing the injury to natural resources caused by the release of a hazardous substance from a specific facility; and

(b) Receipts from investment of the moneys in the account.

(3) If a settlement or court order does not direct payment of receipts described in subsection (2)(a) of this section into the cleanup settlement account, then the receipts from any payment to the state must be deposited into the state toxics control account.

(4) Expenditures from the cleanup settlement account may only be used to conduct remedial actions at the specific facility or to assess or address the injury to natural resources caused by the release of hazardous substances from that facility for which the moneys were deposited in the account. Conducting remedial actions or assessing or addressing injury to natural resources includes direct expenditures and indirect expenditures such as department oversight costs. During the 2009-2011 and 2011-2013 fiscal biennia, the legislature may transfer excess fund balances in the account into the state efficiency and restructuring account. Transfers of excess fund balances made under this section shall be made only to the extent amounts transferred with required repayments do not impair the ten-year spending plan administered by the department of ecology for environmental remedial actions dedicated for any designated clean-up site associated with the Everett smelter and Tacoma smelter, including plumes, or former Asarco mine sites. The cleanup settlement account must be repaid with interest under provisions of the state efficiency and restructuring account.
(5) The department shall track moneys received, interest earned, and moneys expended separately for each facility.

(6) After the department determines that all remedial actions at a specific facility, and all actions assessing or addressing injury to natural resources caused by the release of hazardous substances from that facility, are completed, including payment of all related costs, any moneys remaining for the specific facility must be transferred to the state toxics control account established under RCW 70.105D.070.

(7) The department shall provide the office of financial management and the fiscal committees of the legislature with a report by October 31st of each year regarding the activity within the cleanup settlement account during the previous fiscal year.

Sec. 949. RCW 79.64.040 and 2009 c 564 s 957 are each amended to read as follows:

(1) The board shall determine the amount deemed necessary in order to achieve the purposes of this chapter and shall provide by rule for the deduction of this amount from the moneys received from all leases, sales, contracts, licenses, permits, easements, and rights-of-way issued by the department and affecting state lands and aquatic lands, provided that no deduction shall be made from the proceeds from agricultural college lands.

(2) Moneys received as deposits from successful bidders, advance payments, and security under RCW 79.15.100, 79.15.080, and 79.11.150 prior to December 1, 1981, which have not been subjected to deduction under this section are not subject to deduction under this section.

(3) Except as otherwise provided in subsection (5) of this section, the deductions authorized under this section shall not exceed twenty-five percent of the moneys received by the department in connection with any one transaction pertaining to state lands and aquatic lands other than second-class tide and shore lands and the beds of navigable waters, and fifty percent of the moneys received by the department pertaining to second-class tide and shore lands and the beds of navigable waters.

(4) In the event that the department sells logs using the contract harvesting process described in RCW 79.15.500 through 79.15.530, the moneys received subject to this section are the net proceeds from the contract harvesting sale.
During the 2009-2011 fiscal biennium and fiscal year 2012, the twenty-five percent limitation on deductions set in subsection (3) of this section may be increased (up) to (thirty) twenty-seven percent by the board.

Sec. 950. RCW 79.105.150 and 2010 1st sp.s. c 37 s 949 are each amended to read as follows:

(1) After deduction for management costs as provided in RCW 79.64.040 and payments to towns under RCW 79.115.150(2), all moneys received by the state from the sale or lease of state-owned aquatic lands and from the sale of valuable material from state-owned aquatic lands shall be deposited in the aquatic lands enhancement account which is hereby created in the state treasury. After appropriation, these funds shall be used solely for aquatic lands enhancement projects; for the purchase, improvement, or protection of aquatic lands for public purposes; for providing and improving access to the lands; and for volunteer cooperative fish and game projects. During the 2009-2011 and 2011-2013 fiscal biennia, the aquatic lands enhancement account may also be used for scientific research as part of the adaptive management process and for developing a planning report for McNeil Island. During the 2009-2011 and 2011-2013 fiscal biennia, the legislature may transfer from the aquatic lands enhancement account to the state general fund such amounts as reflect excess fund balance of the account.

(2) In providing grants for aquatic lands enhancement projects, the recreation and conservation funding board shall:

(a) Require grant recipients to incorporate the environmental benefits of the project into their grant applications;

(b) Utilize the statement of environmental benefits, consideration, except as provided in RCW 79.105.610, of whether the applicant is a Puget Sound partner, as defined in RCW 90.71.010, whether a project is referenced in the action agenda developed by the Puget Sound partnership under RCW 90.71.310, and except as otherwise provided in RCW 79.105.630, and effective one calendar year following the development and statewide availability of model evergreen community management plans and ordinances under RCW 35.105.050, whether the applicant is an entity that has been recognized, and what gradation of
recognition was received, in the evergreen community recognition
program created in RCW 35.105.030 in its prioritization and selection
process; and

(c) Develop appropriate outcome-focused performance measures to be
used both for management and performance assessment of the grants.

(3) To the extent possible, the department should coordinate its
performance measure system with other natural resource-related agencies
as defined in RCW 43.41.270.

(4) The department shall consult with affected interest groups in
implementing this section.

(5) After January 1, 2010, any project designed to address the
restoration of Puget Sound may be funded under this chapter only if the
project is not in conflict with the action agenda developed by the
Puget Sound partnership under RCW 90.71.310.

Sec. 951. RCW 80.36.430 and 2011 c 5 s 919 are each amended to
read as follows:

(1) The Washington telephone assistance program shall be funded by
a telephone assistance excise tax on all switched access lines and by
funds from any federal government or other programs for this purpose.
Switched access lines are defined in RCW 82.14B.020. The telephone
assistance excise tax shall be applied equally to all residential and
business access lines not to exceed fourteen cents per month. The
department shall submit an approved annual budget for the Washington
telephone assistance program to the department of revenue no later than
March 1st prior to the beginning of each fiscal year. The department
of revenue shall then determine the amount of telephone assistance
excise tax to be placed on each switched access line and shall inform
local exchange companies and the utilities and transportation
commission of this amount no later than May 1st. The department of
revenue shall determine the amount of telephone assistance excise tax
by dividing the total of the program budget funded by the telephone
assistance excise tax, as submitted by the department, by the total
number of switched access lines in the prior calendar year. The
telephone assistance excise tax shall be separately identified on each
ratepayer's bill as the "Washington telephone assistance program." All
money collected from the telephone assistance excise tax shall be
transferred to a telephone assistance fund administered by the
department.

(2) Local exchange companies shall bill the fund for their expenses
incurred in offering the telephone assistance program, including
administrative and program expenses. The department shall disburse the
money to the local exchange companies. The department is exempted from
having to conclude a contract with local exchange companies in order to
effect this reimbursement. The department shall recover its
administrative costs from the fund. The department may specify by rule
the range and extent of administrative and program expenses that will
be reimbursed to local exchange companies.

(3) The department shall enter into an agreement with the
department of commerce for an amount not to exceed eight percent of the
prior fiscal year's total revenue for the administrative and program
expenses of providing community service voice mail services. The
community service voice mail service may include toll-free lines in
community action agencies through which recipients can access their
community service voice mailboxes at no charge.

(4) During the 2009-2011 biennium and 2011-2013 biennia, the
department shall enter into an agreement with the WIN 211 organization
for operational support. During the 2011-2013 biennium, the department
shall provide five hundred thousand dollars per fiscal year for this
purpose.

(5) During the 2009-2011 biennium, the telephone assistance fund
shall also be used in support of the economic services administration
call centers and related operations.

Sec. 952. RCW 82.08.160 and 1982 1st ex.s. c 35 s 4 are each
amended to read as follows:

(1) On or before the twenty-fifth day of each month, all taxes
collected under RCW 82.08.150 during the preceding month ((shall)) must
be remitted to the state department of revenue, to be deposited with
the state treasurer. Except as provided in subsection (2) of this
section, upon receipt of such moneys the state treasurer ((shall)) must
credit sixty-five percent of the sums collected and remitted under RCW
82.08.150 (1) and (2) and one hundred percent of the sums collected and
remitted under RCW 82.08.150 (3) and (4) to the state general fund and
thirty-five percent of the sums collected and remitted under RCW 82.08.150 (1) and (2) to a fund which is hereby created to be known as the "liquor excise tax fund."

(2) During the 2011-2013 fiscal biennium, 66.19 percent of the sums collected and remitted under RCW 82.08.150 (1) and (2) must be deposited in the state general fund and the remainder collected and remitted under RCW 82.08.150 (1) and (2) must be deposited in the liquor excise tax fund.

Sec. 953. RCW 82.14.310 and 2005 c 282 s 49 are each amended to read as follows:

(1) The county criminal justice assistance account is created in the state treasury. Beginning in fiscal year 2000, the state treasurer must transfer into the county criminal justice assistance account from the general fund the sum of twenty-three million two hundred thousand dollars divided into four equal deposits occurring on July 1, October 1, January 1, and April 1. For each fiscal year thereafter, the state treasurer must increase the total transfer by the fiscal growth factor, as defined in RCW 43.135.025, forecast for that fiscal year by the office of financial management in November of the preceding year.

(2) The moneys deposited in the county criminal justice assistance account for distribution under this section, less any moneys appropriated for purposes under subsection (4) of this section, must be distributed at such times as distributions are made under RCW 82.44.150 and on the relative basis of each county's funding factor as determined under this subsection.

(a) A county's funding factor is the sum of:

(i) The population of the county, divided by one thousand, and multiplied by two-tenths;

(ii) The crime rate of the county, multiplied by three-tenths; and

(iii) The annual number of criminal cases filed in the county superior court, for each one thousand in population, multiplied by five-tenths.

(b) Under this section and RCW 82.14.320 and 82.14.330:

(i) The population of the county or city is as last determined by the office of financial management;
(ii) The crime rate of the county or city is the annual occurrence of specified criminal offenses, as calculated in the most recent annual report on crime in Washington state as published by the Washington association of sheriffs and police chiefs, for each one thousand in population;

(iii) The annual number of criminal cases filed in the county superior court (shall) must be determined by the most recent annual report of the courts of Washington, as published by the administrative office of the courts;

(iv) Distributions and eligibility for distributions in the (1989-91) 1989-1991 biennium (shall) must be based on 1988 figures for both the crime rate as described under (ii) of this subsection and the annual number of criminal cases that are filed as described under (iii) of this subsection. Future distributions (shall) must be based on the most recent figures for both the crime rate as described under (ii) of this subsection and the annual number of criminal cases that are filed as described under (iii) of this subsection.

(3) Moneys distributed under this section (shall) must be expended exclusively for criminal justice purposes and (shall) may not be used to replace or supplant existing funding. Criminal justice purposes are defined as activities that substantially assist the criminal justice system, which may include circumstances where ancillary benefit to the civil or juvenile justice system occurs, and which includes (a) domestic violence services such as those provided by domestic violence programs, community advocates, and legal advocates, as defined in RCW 70.123.020, and (b) during the 2001-2003 fiscal biennium, juvenile dispositional hearings relating to petitions for at-risk youth, truancy, and children in need of services. Existing funding for purposes of this subsection is defined as calendar year 1989 actual operating expenditures for criminal justice purposes. Calendar year 1989 actual operating expenditures for criminal justice purposes exclude the following: Expenditures for extraordinary events not likely to reoccur, changes in contract provisions for criminal justice services, beyond the control of the local jurisdiction receiving the services, and major nonrecurring capital expenditures.

(4) Not more than five percent of the funds deposited to the county criminal justice assistance account (shall) may be available for appropriations for enhancements to the state patrol crime laboratory
system and the continuing costs related to these enhancements. Funds appropriated from this account for such enhancements (shall) may not supplant existing funds from the state general fund.

(5) During the 2011-2013 fiscal biennium, the amount that would otherwise be transferred into the county criminal justice assistance account from the general fund under subsection (1) of this section must be reduced by 3.4 percent.

Sec. 954. RCW 82.14.320 and 1998 c 321 s 12 are each amended to read as follows:

(1) The municipal criminal justice assistance account is created in the state treasury. Beginning in fiscal year 2000, the state treasurer (shall) must transfer into the municipal criminal justice assistance account for distribution under this section from the general fund the sum of four million six hundred thousand dollars divided into four equal deposits occurring on July 1, October 1, January 1, and April 1. For each fiscal year thereafter, the state treasurer (shall) must increase the total transfer by the fiscal growth factor, as defined in RCW 43.135.025, forecast for that fiscal year by the office of financial management in November of the preceding year.

(2) No city may receive a distribution under this section from the municipal criminal justice assistance account unless:

(a) The city has a crime rate in excess of one hundred twenty-five percent of the statewide average as calculated in the most recent annual report on crime in Washington state as published by the Washington association of sheriffs and police chiefs;

(b) The city has levied the tax authorized in RCW 82.14.030(2) at the maximum rate or the tax authorized in RCW 82.46.010(3) at the maximum rate; and

(c) The city has a per capita yield from the tax imposed under RCW 82.14.030(1) at the maximum rate of less than one hundred fifty percent of the statewide average per capita yield for all cities from such local sales and use tax.

(3) The moneys deposited in the municipal criminal justice assistance account for distribution under this section, less any moneys appropriated for purposes under subsection (7) of this section, (shall) must be distributed at such times as distributions are made
under RCW 82.44.150. The distributions (shall) must be made as follows:

(a) Unless reduced by this subsection, thirty percent of the moneys (shall) must be distributed ratably based on population as last determined by the office of financial management to those cities eligible under subsection (2) of this section that have a crime rate determined under subsection (2)(a) of this section which is greater than one hundred seventy-five percent of the statewide average crime rate. No city may receive more than fifty percent of any moneys distributed under this subsection (a) but, if a city distribution is reduced as a result of exceeding the fifty percent limitation, the amount not distributed (shall) must be distributed under (b) of this subsection.

(b) The remainder of the moneys, including any moneys not distributed in subsection (2)(a) of this section, (shall) must be distributed to all cities eligible under subsection (2) of this section ratably based on population as last determined by the office of financial management.

(4) No city may receive more than thirty percent of all moneys distributed under subsection (3) of this section.

(5) Notwithstanding other provisions of this section, the distributions to any city that substantially decriminalizes or repeals its criminal code after July 1, 1990, and that does not reimburse the county for costs associated with criminal cases under RCW 3.50.800 or 3.50.805(2), (shall) must be made to the county in which the city is located.

(6) Moneys distributed under this section (shall) must be expended exclusively for criminal justice purposes and (shall) may not be used to replace or supplant existing funding. Criminal justice purposes are defined as activities that substantially assist the criminal justice system, which may include circumstances where ancillary benefit to the civil justice system occurs, and which includes domestic violence services such as those provided by domestic violence programs, community advocates, and legal advocates, as defined in RCW 70.123.020, and publications and public educational efforts designed to provide information and assistance to parents in dealing with runaway or at-risk youth. Existing funding for purposes of this subsection is defined as calendar year 1989 actual operating
Expenditures for criminal justice purposes. Calendar year 1989 actual operating expenditures for criminal justice purposes exclude the following: Expenditures for extraordinary events not likely to reoccur, changes in contract provisions for criminal justice services, beyond the control of the local jurisdiction receiving the services, and major nonrecurring capital expenditures.

(7) Not more than five percent of the funds deposited to the municipal criminal justice assistance account shall be available for appropriations for enhancements to the state patrol crime laboratory system and the continuing costs related to these enhancements. Funds appropriated from this account for such enhancements shall not supplant existing funds from the state general fund.

(8) During the 2011-2013 fiscal biennium, the amount that would otherwise be transferred into the municipal criminal justice assistance account from the general fund under subsection (1) of this section must be reduced by 3.4 percent.

Sec. 955. RCW 82.14.330 and 2003 c 90 s 1 are each amended to read as follows:

(1)(a) Beginning in fiscal year 2000, the state treasurer must transfer into the municipal criminal justice assistance account for distribution under this section from the general fund the sum of four million six hundred thousand dollars divided into four equal deposits occurring on July 1, October 1, January 1, and April 1. For each fiscal year thereafter, the state treasurer must increase the total transfer by the fiscal growth factor, as defined in RCW 43.135.025, forecast for that fiscal year by the office of financial management in November of the preceding year. The moneys deposited in the municipal criminal justice assistance account for distribution under this section, less any moneys appropriated for purposes under subsection (4) of this section, must be distributed to the cities of the state as follows:

((a))) (i) Twenty percent appropriated for distribution must be distributed to cities with a three-year average violent crime rate for each one thousand in population in excess of one hundred fifty percent of the statewide three-year average violent crime rate for each one thousand in population. The three-year average violent crime rate
((shall)) must be calculated using the violent crime rates for each of
the preceding three years from the annual reports on crime in
Washington state as published by the Washington association of sheriffs
and police chiefs. Moneys ((shall)) must be distributed under this
subsection (1)(a) ratably based on population as last determined by the
office of financial management, but no city may receive more than one
dollar per capita. Moneys remaining undistributed under this
subsection at the end of each calendar year ((shall)) must be
distributed to the criminal justice training commission to reimburse
participating city law enforcement agencies with ten or fewer full-time
commissioned patrol officers the cost of temporary replacement of each
officer who is enrolled in basic law enforcement training, as provided
in RCW 43.101.200.

((b)) (ii) Sixteen percent ((shall)) must be distributed to
cities ratably based on population as last determined by the office of
financial management, but no city may receive less than one thousand
dollars.

(b) The moneys deposited in the municipal criminal justice
assistance account for distribution under this subsection ((shall)) (1)
must be distributed at such times as distributions are made under RCW
82.44.150.

(c) Moneys distributed under this subsection ((shall)) (1) must be
expended exclusively for criminal justice purposes and ((shall)) may
not be used to replace or supplant existing funding. Criminal justice
purposes are defined as activities that substantially assist the
criminal justice system, which may include circumstances where
ancillary benefit to the civil justice system occurs, and which
includes domestic violence services such as those provided by domestic
violence programs, community advocates, and legal advocates, as defined
in RCW 70.123.020. Existing funding for purposes of this subsection is
defined as calendar year 1989 actual operating expenditures for
criminal justice purposes. Calendar year 1989 actual operating
expenditures for criminal justice purposes exclude the following:
Expenditures for extraordinary events not likely to reoccur, changes in
contract provisions for criminal justice services, beyond the control
of the local jurisdiction receiving the services, and major
nonrecurring capital expenditures.
In addition to the distributions under subsection (1) of this section:

(i) Ten percent ((shall)) must be distributed on a per capita basis to cities that contract with another governmental agency for the majority of the city's law enforcement services. Cities that subsequently qualify for this distribution ((shall)) must notify the department of ((community, trade, and economic development)) commerce by November 30th for the upcoming calendar year. The department of ((community, trade, and economic development)) commerce must provide a list of eligible cities to the state treasurer by December 31st. The state treasurer ((shall)) must modify the distribution of these funds in the following year. Cities have the responsibility to notify the department of ((community, trade, and economic development)) commerce of any changes regarding these contractual relationships. Adjustments in the distribution formula to add or delete cities may be made only for the upcoming calendar year; no adjustments may be made retroactively.

(ii) The remaining fifty-four percent ((shall)) must be distributed to cities and towns by the state treasurer on a per capita basis. These funds ((shall)) must be used for: (A) Innovative law enforcement strategies; (B) programs to help at-risk children or child abuse victim response programs; and (C) programs designed to reduce the level of domestic violence or to provide counseling for domestic violence victims.

The moneys deposited in the municipal criminal justice assistance account for distribution under this subsection (2), less any moneys appropriated for purposes under subsection (4) of this section, must be distributed at the times as distributions are made under RCW 82.44.150. Moneys remaining undistributed under this subsection at the end of each calendar year ((shall)) must be distributed to the criminal justice training commission to reimburse participating city law enforcement agencies with ten or fewer full-time commissioned patrol officers the cost of temporary replacement of each officer who is enrolled in basic law enforcement training, as provided in RCW 43.101.200.

If a city is found by the state auditor to have expended funds received under this subsection (2) in a manner that does not comply with the criteria under which the moneys were received, the city
((shall be)) is ineligible to receive future distributions under this subsection (2) until the use of the moneys are justified to the satisfaction of the director or are repaid to the state general fund.

(3) Notwithstanding other provisions of this section, the distributions to any city that substantially decriminalizes or repeals its criminal code after July 1, 1990, and that does not reimburse the county for costs associated with criminal cases under RCW 3.50.800 or 3.50.805(2), ((shall)) must be made to the county in which the city is located.

(4) Not more than five percent of the funds deposited to the municipal criminal justice assistance account ((shall)) may be available for appropriations for enhancements to the state patrol crime laboratory system and the continuing costs related to these enhancements. Funds appropriated from this account for such enhancements ((shall)) may not supplant existing funds from the state general fund.

(5) During the 2011-2013 fiscal biennium, the amount that would otherwise be transferred into the municipal criminal justice assistance account from the general fund under subsection (1) of this section must be reduced by 3.4 percent.

Sec. 956. RCW 82.14.390 and 2008 c 48 s 1 are each amended to read as follows:

(1) Except as provided in subsection (7) of this section, the governing body of a public facilities district (a) created before July 31, 2002, under chapter 35.57 or 36.100 RCW that commences construction of a new regional center, or improvement or rehabilitation of an existing new regional center, before January 1, 2004; (b) created before July 1, 2006, under chapter 35.57 RCW in a county or counties in which there are no other public facilities districts on June 7, 2006, and in which the total population in the public facilities district is greater than ninety thousand that commences construction of a new regional center before February 1, 2007; (c) created under the authority of RCW 35.57.010(1)(d); or (d) created before September 1, 2007, under chapter 35.57 or 36.100 RCW, in a county or counties in which there are no other public facilities districts on July 22, 2007, and in which the total population in the public facilities district is greater than seventy thousand, that commences construction of a new
(2)(a) The governing body of a public facilities district imposing a sales and use tax under the authority of this section may increase the rate of tax up to 0.037 percent if, within three fiscal years of July 1, 2008, the department determines that, as a result of RCW 82.14.490 and the chapter 6, Laws of 2007 amendments to RCW 82.14.020, a public facilities district's sales and use tax collections for fiscal years after July 1, 2008, have been reduced by a net loss of at least 0.50 percent from the fiscal year before July 1, 2008. The fiscal year in which this section becomes effective is the first fiscal year after July 1, 2008.

(b) The department (shall) must determine sales and use tax collection net losses under this section as provided in RCW 82.14.500 (2) and (3). The department (shall) must provide written notice of its determinations to public facilities districts. Determinations by the department of a public facilities district's sales and use tax collection net losses as a result of RCW 82.14.490 and the chapter 6, Laws of 2007 amendments to RCW 82.14.020 are final and not appealable.

(c) A public facilities district may increase its rate of tax after it has received written notice from the department as provided in (b) of this subsection. The increase in the rate of tax must be made in 0.001 percent increments and must be the least amount necessary to mitigate the net loss in sales and use tax collections as a result of RCW 82.14.490 and the chapter 6, Laws of 2007 amendments to RCW 82.14.020. The increase in the rate of tax is subject to RCW 82.14.055.

(3) The tax imposed under subsection (1) of this section (shall) must be deducted from the amount of tax otherwise required to be collected or paid over to the department of revenue under chapter 82.08
or 82.12 RCW. The department of revenue (shall) must perform the
collection of such taxes on behalf of the county at no cost to the
public facilities district. During the 2011-2013 fiscal biennium,
distributions by the state to a public facilities district based on the
additional rate authorized in subsection (2) of this section must be
reduced by 3.4 percent.

(4) No tax may be collected under this section before August 1,
2000. The tax imposed in this section (shall) expires when the bonds
issued for the construction of the regional center and related parking
facilities are retired, but not more than twenty-five years after the
tax is first collected.

(5) Moneys collected under this section (shall) may only be used
for the purposes set forth in RCW 35.57.020 and must be matched with an
amount from other public or private sources equal to thirty-three
percent of the amount collected under this section((, provided that));
however, amounts generated from nonvoter approved taxes authorized
under chapter 35.57 RCW or nonvoter approved taxes authorized under
chapter 36.100 RCW (shall) do not constitute a public or private
source. For the purpose of this section, public or private sources
includes, but is not limited to cash or in-kind contributions used in
all phases of the development or improvement of the regional center,
land that is donated and used for the siting of the regional center,
cash or in-kind contributions from public or private foundations, or
amounts attributed to private sector partners as part of a public and
private partnership agreement negotiated by the public facilities
district.

(6) The combined total tax levied under this section (shall) may
not be greater than 0.037 percent. If both a public facilities
district created under chapter 35.57 RCW and a public facilities
district created under chapter 36.100 RCW impose a tax under this
section, the tax imposed by a public facilities district created under
chapter 35.57 RCW (shall) must be credited against the tax imposed by
a public facilities district created under chapter 36.100 RCW.

(7) A public facilities district created under chapter 36.100 RCW
is not eligible to impose the tax under this section if the legislative
authority of the county where the public facilities district is located
has imposed a sales and use tax under RCW 82.14.0485 or 82.14.0494.
Sec. 957.  RCW 82.14.500 and 2007 c 6 s 903 are each amended to read as follows:

(1)(a) In order to mitigate local sales tax revenue net losses as a result of the sourcing provisions of the streamlined sales and use tax agreement under this title, the state treasurer, on July 1, 2011, and each July 1st thereafter, must transfer into the streamlined sales and use tax mitigation account from the general fund the sum of thirty-one million six hundred thousand dollars on July 1, 2008. On July 1, 2009, and each July 1st thereafter, the state treasurer shall transfer into the streamlined sales and use tax mitigation account from the general fund the sum required to mitigate actual net losses as determined under this section.

(b) During the 2011-2013 fiscal biennium, the amount that would otherwise be transferred under (a) of this subsection must be reduced by 3.4 percent.

(2) Beginning July 1, 2008, and continuing until the department determines annual losses under subsection (3) of this section, the department must determine the amount of local sales tax net loss each local taxing jurisdiction experiences as a result of the sourcing provisions of the streamlined sales and use tax agreement under this title each calendar quarter. The department must determine losses by analyzing and comparing data from tax return information and tax collections for each local taxing jurisdiction before and after July 1, 2008, on a calendar quarter basis. The department's analysis may be revised and supplemented in consultation with the oversight committee as provided in subsection (4) of this section. To determine net losses, the department must reduce losses by the amount of voluntary compliance revenue for the calendar quarter analyzed. Beginning December 31, 2008, distributions must be made quarterly from the streamlined sales and use tax mitigation account by the state treasurer, as directed by the department, to each local taxing jurisdiction, other than public facilities districts for losses in respect to taxes imposed under the authority of RCW 82.14.390, in an amount representing its net losses for the previous calendar quarter. Distributions must be made on the last working day of each calendar quarter and must cease when distributions under subsection (3) of this section begin.
(3)(a) By December 31, 2009, or such later date the department in consultation with the oversight committee determines that sufficient data is available, the department shall determine each local taxing jurisdiction's annual loss. The department shall determine annual losses by comparing at least twelve months of data from tax return information and tax collections for each local taxing jurisdiction before and after July 1, 2008. The department is not required to determine annual losses on a recurring basis, but may make any adjustments to annual losses as it deems proper as a result of the annual reviews provided in (b) of this subsection. Beginning the calendar quarter in which the department determines annual losses, and each calendar quarter thereafter, distributions shall be made from the streamlined sales and use tax mitigation account by the state treasurer on the last working day of the calendar quarter, as directed by the department, to each local taxing jurisdiction, other than public facilities districts for losses in respect to taxes imposed under the authority of RCW 82.14.390, in an amount representing one-fourth of the jurisdiction's annual loss reduced by voluntary compliance revenue reported during the previous calendar quarter.

(b) The department's analysis of annual losses shall be reviewed by December 1st of each year and may be revised and supplemented in consultation with the oversight committee as provided in subsection (4) of this section.

(4) The department must convene an oversight committee to assist in the determination of losses. The committee includes one representative of one city whose revenues are increased, one representative of one city whose revenues are reduced, one representative of one county whose revenues are increased, one representative of one county whose revenues are decreased, one representative of one transportation authority under RCW 82.14.045 whose revenues are increased, and one representative of one transportation authority under RCW 82.14.045 whose revenues are reduced, as a result of RCW 82.14.490 and the chapter 6, Laws of 2007 amendments to RCW 82.14.020. Beginning July 1, 2008, the oversight committee must meet quarterly with the department to review and provide additional input and direction on the department's analyses of losses. Local taxing jurisdictions may also present to the
oversight committee additional information to improve the department's analyses of the jurisdiction's loss. Beginning January 1, 2010, the oversight committee \((\text{shall})\) must meet at least annually with the department by December 1st.

(5) The rule-making provisions of chapter 34.05 RCW do not apply to this section.

**Sec. 958.** RCW 82.45.060 and 2005 c 450 s 1 are each amended to read as follows:

There is imposed an excise tax upon each sale of real property at the rate of one and twenty-eight one-hundredths percent of the selling price. An amount equal to six and one-tenth percent of the proceeds of this tax to the state treasurer \((\text{shall})\) must be deposited in the public works assistance account created in RCW 43.155.050. Except as otherwise provided in this section, an amount equal to one and six-tenths percent of the proceeds of this tax to the state treasurer \((\text{shall})\) must be deposited in the city-county assistance account created in RCW 43.08.290. During the 2011-2013 fiscal biennium, \(1.546\) percent of the proceeds of this tax to the state treasurer must be deposited in the city-county assistance account.

**Sec. 959.** RCW 86.26.007 and 2009 c 564 s 961 are each amended to read as follows:

The flood control assistance account is hereby established in the state treasury. At the beginning of the 2005-2007 fiscal biennium, the state treasurer shall transfer three million dollars from the general fund to the flood control assistance account. Each biennium thereafter the state treasurer shall transfer four million dollars from the general fund to the flood control assistance account, except that during the 2009-2011 and 2011-2013 fiscal \((\text{biennium})\) biennia, the state treasurer shall transfer two million dollars from the general fund to the flood control assistance account. Moneys in the flood control assistance account may be spent only after appropriation for purposes specified under this chapter.

**Sec. 960.** RCW 90.71.370 and 2010 1st sp.s. c 36 s 6013 are each amended to read as follows:

(1) By December 1, 2008, and by September 1st of each even-numbered
year beginning in 2010, the council shall provide to the governor and
the appropriate fiscal committees of the senate and house of
representatives its recommendations for the funding necessary to
implement the action agenda in the succeeding biennium. The
recommendations shall:
(a) Identify the funding needed by action agenda element;
(b) Address funding responsibilities among local, state, and
federal governments, as well as nongovernmental funding; and
(c) Address funding needed to support the work of the partnership,
the panel, the ecosystem work group, and entities assisting in
coordinating local efforts to implement the plan.
(2) In the 2008 report required under subsection (1) of this
section, the council shall include recommendations for projected
funding needed through 2020 to implement the action agenda; funding
needs for science panel staff; identify methods to secure stable and
sufficient funding to meet these needs; and include proposals for new
sources of funding to be dedicated to Puget Sound protection and
recovery. In preparing the science panel staffing proposal, the
council shall consult with the panel.
(3) By November 1st of each odd-numbered year beginning in 2009,
the council shall produce a state of the Sound report that includes, at
a minimum:
(a) An assessment of progress by state and nonstate entities in
implementing the action agenda, including accomplishments in the use of
state funds for action agenda implementation;
(b) A description of actions by implementing entities that are
inconsistent with the action agenda and steps taken to remedy the
inconsistency;
(c) The comments by the panel on progress in implementing the plan,
as well as findings arising from the assessment and monitoring program;
(d) A review of citizen concerns provided to the partnership and
the disposition of those concerns;
(e) A review of the expenditures of funds to state agencies for the
implementation of programs affecting the protection and recovery of
Puget Sound, and an assessment of whether the use of the funds is
consistent with the action agenda; and
(f) An identification of all funds provided to the partnership, and
recommendations as to how future state expenditures for all entities, including the partnership, could better match the priorities of the action agenda.

(4)(a) The council shall review state programs that fund facilities and activities that may contribute to action agenda implementation. By November 1, 2009, the council shall provide initial recommendations regarding program changes to the governor and appropriate fiscal and policy committees of the senate and house of representatives. By November 1, 2010, the council shall provide final recommendations regarding program changes, including proposed legislation to implement the recommendation, to the governor and appropriate fiscal and policy committees of the senate and house of representatives.

(b) The review in this subsection shall be conducted with the active assistance and collaboration of the agencies administering these programs, and in consultation with local governments and other entities receiving funding from these programs:

(i) Water pollution control facilities financing, chapter 70.146 RCW;
(ii) The water pollution control revolving fund, chapter 90.50A RCW;
(iii) The public works assistance account, chapter 43.155 RCW;
(iv) The aquatic lands enhancement account, RCW 79.105.150;
(v) The state toxics control account and local toxics control account and clean-up program, chapter 70.105D RCW;
(vi) The acquisition of habitat conservation and outdoor recreation land, chapter 79A.15 RCW;
(vii) The salmon recovery funding board, RCW 77.85.110 through 77.85.150;
(viii) The community economic revitalization board, chapter 43.160 RCW;
(ix) Other state financial assistance to water quality-related projects and activities; and
(x) Water quality financial assistance from federal programs administered through state programs or provided directly to local governments in the Puget Sound basin.

(c) The council's review shall include but not be limited to:

(i) Determining the level of funding and types of projects and
activities funded through the programs that contribute to implementation of the action agenda;

(ii) Evaluating the procedures and criteria in each program for determining which projects and activities to fund, and their relationship to the goals and priorities of the action agenda;

(iii) Assessing methods for ensuring that the goals and priorities of the action agenda are given priority when program funding decisions are made regarding water quality-related projects and activities in the Puget Sound basin and habitat-related projects and activities in the Puget Sound basin;

(iv) Modifying funding criteria so that projects, programs, and activities that are inconsistent with the action agenda are ineligible for funding;

(v) Assessing ways to incorporate a strategic funding approach for the action agenda within the outcome-focused performance measures required by RCW 43.41.270 in administering natural resource-related and environmentally based grant and loan programs.

(5) During the 2009-2011 fiscal biennium, the council's review must result in a ranking of projects affecting the protection and recovery of the Puget Sound basin that are proposed in the governor's capital budget submitted under RCW 43.88.060. The ranking shall include recommendations for reallocation of total requested funds for Puget Sound basin projects to achieve the greatest positive outcomes for protection and recovery of Puget Sound and shall be submitted to the appropriate fiscal committees of the legislature no later than February 1, 2011.

(6) During the 2011-2013 fiscal biennium, the council shall by November 1, 2012, produce the state of the sound report as defined in subsection (3) of this section.

NEW SECTION. Sec. 961. BUDGET SUSTAINABILITY. The full disclosure of the long-term fiscal impacts of budget proposals under consideration by the legislature will improve the informed participation in the budget process of the citizens of the state and their legislators and contribute to the sustainable use of the state's limited fiscal resources. For each proposed omnibus operating appropriations bill reported by a legislative fiscal committee or approved by either house of the legislature during the 2012 and 2013
legislative sessions, the relevant fiscal committee shall provide a public report that documents the policy-level proposals in the bill and the cost of each proposal in the current fiscal biennium and the estimated cost in the next ensuing fiscal biennium. This information shall also be provided by the governor for each proposed omnibus operating appropriations bill submitted to the legislature by the governor for the 2012 and 2013 legislative sessions.

(End of part)
Sec. 1001. 2010 2nd sp.s. c 1 s 101 (uncodified) is amended to read as follows:

FOR THE HOUSE OF REPRESENTATIVES

General Fund--State Appropriation (FY 2010) . . . . . . . . $33,505,000
General Fund--State Appropriation (FY 2011) . . . . . . . (($30,934,000))

TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . (($64,439,000))

$64,423,000

Sec. 1002. 2010 2nd sp.s. c 1 s 102 (uncodified) is amended to read as follows:

FOR THE SENATE

General Fund--State Appropriation (FY 2010) . . . . . . . . $24,960,000
General Fund--State Appropriation (FY 2011) . . . . . . . (($24,020,000))

TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . (($48,980,000))

$48,968,000

Sec. 1003. 2010 2nd sp.s. c 1 s 106 (uncodified) is amended to read as follows:

FOR THE SUPREME COURT

General Fund--State Appropriation (FY 2010) . . . . . . . . $6,912,000
General Fund--State Appropriation (FY 2011) . . . . . . . (($6,844,000))

TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . (($13,756,000))

$13,877,000

The appropriations in this section are subject to the following conditions and limitations: It is the intent of the legislature that the reductions in appropriations in this section shall be achieved, to the greatest extent possible, by reducing those state government administrative costs that do not affect direct client services or direct service delivery or programs. The agency shall, to the greatest...
extent possible, reduce spending in those areas that shall have the least impact on implementing its mission.

Sec. 1004. 2010 2nd sp.s. c 1 s 107 (uncodified) is amended to read as follows:

FOR THE LAW LIBRARY
General Fund--State Appropriation (FY 2010) ......... $1,925,000
General Fund--State Appropriation (FY 2011) ......... ($1,592,000)

$1,596,000

TOTAL APPROPRIATION ................. ($3,517,000)

$3,521,000

The appropriations in this section are subject to the following conditions and limitations: It is the intent of the legislature that the reductions in appropriations in this section shall be achieved, to the greatest extent possible, by reducing those state government administrative costs that do not affect direct client services or direct service delivery or programs. The agency shall, to the greatest extent possible, reduce spending in those areas that shall have the least impact on implementing its mission.

Sec. 1005. 2010 2nd sp.s. c 1 s 108 (uncodified) is amended to read as follows:

FOR THE COURT OF APPEALS
General Fund--State Appropriation (FY 2010) ......... $15,632,000
General Fund--State Appropriation (FY 2011) ......... ($15,517,000)

$15,593,000

TOTAL APPROPRIATION ................. ($31,149,000)

$31,225,000

The appropriations in this section are subject to the following conditions and limitations: It is the intent of the legislature that the reductions in appropriations in this section shall be achieved, to the greatest extent possible, by reducing those state government administrative costs that do not affect direct client services or direct service delivery or programs. The agency shall, to the greatest extent possible, reduce spending in those areas that shall have the least impact on implementing its mission.
Sec. 1006. 2011 c 5 s 106 (uncodified) is amended to read as follows:

FOR THE ADMINISTRATOR FOR THE COURTS

General Fund--State Appropriation (FY 2010) ................ $52,644,000
General Fund--State Appropriation (FY 2011) ............... (($49,260,000))

General Fund--Federal Appropriation ......................... $979,000
Judicial Information Systems Account--State
  Appropriation ................................................. $33,406,000
Judicial Stabilization Trust Account--State
  Appropriation ................................................. $6,598,000
  TOTAL APPROPRIATION ................................. ($142,887,000)

  $142,823,000

The appropriations in this section are subject to the following conditions and limitations:
(1) $1,800,000 of the general fund--state appropriation for fiscal year 2010 and $1,387,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for school districts for petitions to juvenile court for truant students as provided in RCW 28A.225.030 and 28A.225.035. The office of the administrator for the courts shall develop an interagency agreement with the superintendent of public instruction to allocate the funding provided in this subsection. Allocation of this money to school districts shall be based on the number of petitions filed. This funding includes amounts school districts may expend on the cost of serving petitions filed under RCW 28A.225.030 by certified mail or by personal service or for the performance of service of process for any hearing associated with RCW 28A.225.030. Absences from school occurring in the months of May and June 2011 do not count towards the number of absences allowed under RCW 28A.225.030. Reductions in appropriations in this section reflect reduced workload associated with filing petitions generated through absences occurring in May and June.
(2)(a) $8,252,000 of the general fund--state appropriation for fiscal year 2010 and $7,534,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for distribution to county juvenile court administrators to fund the costs of processing truancy, children in need of services, and at-risk youth petitions. The administrator for the courts, in conjunction with the juvenile
court administrators, shall develop an equitable funding distribution
formula. The formula shall neither reward counties with higher than
average per-petition processing costs nor shall it penalize counties
with lower than average per-petition processing costs.

(b) Each fiscal year during the 2009-11 fiscal biennium, each
county shall report the number of petitions processed and the total
actual costs of processing truancy, children in need of services, and
at-risk youth petitions. Counties shall submit the reports to the
administrator for the courts no later than 45 days after the end of the
fiscal year. The administrator for the courts shall electronically
transmit this information to the chairs and ranking minority members of
the house of representatives appropriations committee and the senate
ways and means committee no later than 60 days after a fiscal year
ends. These reports are deemed informational in nature and are not for
the purpose of distributing funds.

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

(4) $5,700,000 of the judicial information systems account--state
appropriation is provided solely for modernization and integration of
the judicial information system.

(a) Of this amount, $1,700,000 is for the development of a
comprehensive enterprise-level information technology strategy and
detailed business and operational plans in support of that strategy,
and $4,000,000 is to continue to modernize and integrate current
systems and enhance case management functionality on an incremental
basis.

(b) The amount provided in this subsection may not be expended
without prior approval by the judicial information system committee.
The administrator shall regularly submit project plan updates for
approval to the judicial information system committee.

(c) The judicial information system committee shall review project
progress on a regular basis and may require quality assurance plans.
The judicial information systems committee shall provide a report to
the appropriate committees of the legislature no later than November 1,
2011, on the status of the judicial information system modernization
and integration, and the consistency of the project with the state's architecture, infrastructure and statewide enterprise view of service delivery.

(d) $100,000 of the judicial information systems account--state appropriation is provided solely for the administrative office of the courts, in coordination with the judicial information system committee, to conduct an independent third-party executive-level review of the judicial information system. This review shall examine, at a minimum, the scope of the current project plan, governance structure, and organizational change management procedures. The review will also benchmark the system plans against similarly sized projects in other states or localities, review the large scale program risks, and estimate life cycle costs, including capital and on-going operational expenditures.

(5) $3,000,000 of the judicial information systems account--state appropriation is provided solely for replacing computer equipment at state courts, and at state judicial agencies. The administrator for the courts shall prioritize equipment replacement purchasing and shall fund those items that are most essential or critical. By October 1, 2010, the administrative office of the courts shall report to the appropriate legislative fiscal committees on expenditures for equipment under this subsection.

(6) $12,000 of the judicial information systems account--state appropriation is provided solely to implement Engrossed Substitute House Bill No. 1954 (sealing juvenile records). If the bill is not enacted by June 30, 2009, the amount provided in this subsection shall lapse.

(7) (($106,000 of the general fund--state appropriation for fiscal year 2010 and $106,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the twenty-third superior court judge position in Pierce county. The funds appropriated in this subsection shall be expended only if the judge is appointed and serving on the bench.

(8)) It is the intent of the legislature that the reductions in appropriations in this section shall be achieved, to the greatest extent possible, by reducing those state government administrative costs that do not affect direct client services or direct service
delivery or programs. The agency shall, to the greatest extent
possible, reduce spending in those areas that shall have the least
impact on implementing its mission.

((9)) (8) $44,000 of the judicial information systems account--
state appropriation is provided solely to implement chapter 272, Laws
of 2010 (SHB 2680; guardianship).

((10)) (9) $274,000 of the general fund--state appropriation for
fiscal year 2011 is provided solely for the office of public
guardianship to provide guardianship services for low-income
incapacitated persons.

((11)) (10) $3,797,000 of the judicial information systems
account--state appropriation is provided solely for continued planning
and implementation of improvements to the court case management system.

((12)) (11) In accordance with RCW 43.135.055, the administrative
office of the courts is authorized to adopt and increase the fees set
forth in and previously authorized in section 6, chapter 491, Laws of
2009.

Sec. 1007. 2011 c 5 s 107 (uncodified) is amended to read as
follows:

FOR THE SECRETARY OF STATE

General Fund--State Appropriation (FY 2010) ........... $21,105,000
General Fund--State Appropriation (FY 2011) ........... (($13,612,000))
$14,727,000
General Fund--Federal Appropriation ...................... $8,082,000
Archives and Records Management Account--State
Appropriation .................................................. $8,990,000
Charitable Organization Education Account--State
Appropriation .................................................. $76,000
Department of Personnel Service Account--State
Appropriation .................................................. $757,000
Election Account--State Appropriation .................... $77,000
Local Government Archives Account--State
Appropriation .................................................. $11,515,000
Election Account--Federal Appropriation ................. $31,163,000
TOTAL APPROPRIATION ................................. (($95,377,000))
$96,492,000
The appropriations in this section are subject to the following conditions and limitations:

1. $4,101,000 of the general fund--state appropriation for fiscal year 2010 is provided solely to reimburse counties for the state's share of primary and general election costs and the costs of conducting mandatory recounts on state measures. Counties shall be reimbursed only for those odd-year election costs that the secretary of state validates as eligible for reimbursement.

2. (a) $1,897,000 of the general fund--state appropriation for fiscal year 2010 and $1,845,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for contracting with a nonprofit organization to produce gavel-to-gavel television coverage of state government deliberations and other events of statewide significance during the 2009-2011 biennium. The funding level for each year of the contract shall be based on the amount provided in this subsection. The nonprofit organization shall be required to raise contributions or commitments to make contributions, in cash or in kind, in an amount equal to forty percent of the state contribution. The office of the secretary of state may make full or partial payment once all criteria in this subsection have been satisfactorily documented.

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

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

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

      (i) Attempting to influence the passage or defeat of any legislation by the legislature of the state of Washington, by any county, city, town, or other political subdivision of the state of Washington, or by the congress, or the adoption or rejection of any rule, standard, rate, or other legislative enactment of any state agency;
(ii) Making contributions reportable under chapter 42.17 RCW; or
(iii) Providing any: (A) Gift; (B) honoraria; or (C) travel, lodging, meals, or entertainment to a public officer or employee.

(3) The appropriations in this section are based upon savings assumed from the implementation of Senate Bill No. 6122 (election costs).

(4) In implementing budget reductions, the office of the secretary of state must make its first priority to maintain funding for the elections division.

(5) $76,000 of the charitable organization education account--state appropriation for fiscal year 2011 is provided solely to implement Second Substitute House Bill No. 2576 (corporation and charity fees). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

(6) $77,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for deposit to the election account.

Sec. 1008. 2011 c 5 s 108 (uncodified) is amended to read as follows:

FOR THE PUBLIC DISCLOSURE COMMISSION
General Fund--State Appropriation (FY 2010) ....... $2,249,000
General Fund--State Appropriation (FY 2011) ...... (($1,969,000))

$1,967,000
TOTAL APPROPRIATION ....... (($4,218,000))

$4,216,000

Sec. 1009. 2011 c 5 s 113 (uncodified) is amended to read as follows:

FOR THE ATTORNEY GENERAL
General Fund--State Appropriation (FY 2010) ....... $5,732,000
General Fund--State Appropriation (FY 2011) ...... (($5,272,000))

$5,268,000
General Fund--Federal Appropriation ............... $4,026,000
New Motor Vehicle Arbitration Account--State
   Appropriation ....... $1,350,000
Legal Services Revolving Account--State
   Appropriation ....... (($224,523,000))

$225,760,000
Tobacco Prevention and Control Account--State Appropriation $270,000

TOTAL APPROPRIATION $241,173,000

$242,406,000

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

(1) The attorney general shall report each fiscal year on actual legal services expenditures and actual attorney staffing levels for each agency receiving legal services. The report shall be submitted to the office of financial management and the fiscal committees of the senate and house of representatives no later than ninety days after the end of each fiscal year. As part of its by agency report to the legislative fiscal committees and the office of financial management, the office of the attorney general shall include information detailing the agency's expenditures for its agency-wide overhead and a breakdown by division of division administration expenses.

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

(3) The office of the attorney general is authorized to expend $2,100,000 from the Zyprexa and other cy pres awards towards consumer protection costs in accordance with uses authorized in the court orders.

(4) The attorney general shall annually report to the fiscal committees of the legislature all new cy pres awards and settlements and all new accounts, disclosing their intended uses, balances, the nature of the claim or account, proposals, and intended timeframes for the expenditure of each amount. The report shall be distributed electronically and posted on the attorney general's web site. The report shall not be printed on paper or distributed physically.

(5) The executive ethics board must produce a report by the end of the calendar year for the legislature regarding performance measures on the efficiency and effectiveness of the board, as well as on performance measures to measure and monitor the ethics and integrity of all state agencies.
(6) $53,000 of the legal services revolving account--state appropriation is provided solely to implement Engrossed Second Substitute House Bill No. 3026 (school district compliance with state and federal civil rights laws).

Sec. 1010. 2011 c 5 s 114 (uncodified) is amended to read as follows:

FOR THE CASELOAD FORECAST COUNCIL
General Fund--State Appropriation (FY 2010) ............ $766,000
General Fund--State Appropriation (FY 2011) ............ ($660,000)

TOTAL APPROPRIATION ......................... ($1,426,000)

$1,424,000

The appropriations in this section are subject to the following conditions and limitations: $13,000 of the general fund--state appropriation for fiscal year 2010 and $7,000 of the general fund--state appropriation for fiscal year 2011 are for the implementation of Second Substitute House Bill No. 2106 (improving child welfare outcomes through the phased implementation of strategic and proven reforms). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

Sec. 1011. 2011 c 5 s 115 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF COMMERCE
General Fund--State Appropriation (FY 2010) ............ $49,670,000
General Fund--State Appropriation (FY 2011) ............ ($36,739,000)

$36,710,000

General Fund--Federal Appropriation ............... $385,601,000
General Fund--Private/Local Appropriation ............. $10,972,000
Public Works Assistance Account--State Appropriation ................. $2,974,000
Tourism Development and Promotion Account--State Appropriation ................. $798,000
Drinking Water Assistance Administrative Account--State Appropriation ................. $433,000
Lead Paint Account--State Appropriation ................. $35,000
Building Code Council Account--State Appropriation ................. $688,000
Home Security Fund Account--State Appropriation ........ $24,486,000
Affordable Housing for All Account--State Appropriation ........ $11,896,000
Washington Auto Theft Prevention Authority Account--State Appropriation ........ $300,000
Independent Youth Housing Account--State Appropriation .... $220,000
County Research Services Account--State Appropriation .... $469,000
Community Preservation and Development Authority Account--State Appropriation ........ $350,000
Financial Fraud and Identity Theft Crimes Investigation and Prosecution Account--State Appropriation ........ $1,166,000
Low-Income Weatherization Assistance Account--State Appropriation ........ $6,882,000
City and Town Research Services Account--State Appropriation ........ $2,246,000
Manufacturing Innovation and Modernization Account--State Appropriation ........ $230,000
Community and Economic Development Fee Account--State Appropriation ........ $6,922,000
Washington Housing Trust Account--State Appropriation ........ $15,348,000
Prostitution Prevention and Intervention Account--State Appropriation ........ $125,000
Public Facility Construction Loan Revolving Account--State Appropriation ........ $754,000
TOTAL APPROPRIATION .................. ($559,304,000) $559,275,000

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

(1) $2,378,000 of the general fund--state appropriation for fiscal year 2010 and $2,117,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for a contract with the Washington technology center for work essential to the mission of the Washington technology center and conducted in partnership with universities.

(2) Repayments of outstanding loans granted under RCW 43.63A.600, the mortgage and rental assistance program, shall be remitted to the department, including any current revolving account balances. The department shall collect payments on outstanding loans, and deposit
them into the state general fund. Repayments of funds owed under the
program shall be remitted to the department according to the terms
included in the original loan agreements.

(3) $100,000 of the general fund--state appropriation for fiscal
year 2010 and $89,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely to implement section 2(7) of
Engrossed Substitute House Bill No. 1959 (land use and transportation
planning for marine container ports).

(4) $102,000 of the building code council account--state
appropriation is provided solely for the implementation of sections 3
and 7 of Engrossed Second Substitute Senate Bill No. 5854 (built
environment pollution). If sections 3 and 7 of the bill are not
enacted by June 30, 2009, the amounts provided in this subsection shall
lapse.

(5)(a) $10,500,000 of the general fund--federal appropriation is
provided for training and technical assistance associated with low
income weatherization programs. Subject to federal requirements, the
department shall provide: (i) Up to $4,000,000 to the state board for
community and technical colleges to provide workforce training related
to weatherization and energy efficiency; (ii) up to $3,000,000 to the
Bellingham opportunity council to provide workforce training related to
energy efficiency and weatherization; and (iii) up to $3,500,000 to
community-based organizations and to community action agencies
consistent with the provisions of Engrossed Second Substitute House
Bill No. 2227 (evergreen jobs act). Any funding remaining shall be
expended in project 91000013, weatherization, in the omnibus capital
appropriations act, Substitute House Bill No. 1216 (capital budget).

(b) $6,787,000 of the general fund--federal appropriation is
provided solely for the state energy program, including not less than
$5,000,000 to provide credit enhancements consistent with the
provisions of Engrossed Second Substitute Senate Bill No. 5649 (energy
efficiency in buildings).

(c) Of the general fund--federal appropriation the department shall
provide: $14,500,000 to the Washington State University for the
purpose of making grants for pilot projects providing community-wide
urban, residential, and commercial energy efficiency upgrades
consistent with the provisions of Engrossed Second Substitute Senate
Bill No. 5649 (energy efficiency in buildings); $500,000 to Washington
State University to conduct farm energy assessments. In contracting with the Washington State University for the provision of these services, the total administration of Washington State University and the department shall not exceed 3 percent of the amounts provided.

(d) $38,500,000 of the general fund--federal appropriation is provided for deposit in the energy recovery act account to establish a revolving loan program, consistent with the provisions of Engrossed Substitute House Bill No. 2289 (expanding energy freedom program).

(e) $10,646,000 of the general fund--federal appropriation is provided pursuant to the energy efficiency and conservation block grant under the American reinvestment and recovery act. The department may use up to $3,000,000 of the amount provided in this subsection to provide technical assistance for energy programs administered by the agency under the American reinvestment and recovery act.

(6) $14,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for the implementation of Engrossed Second Substitute Senate Bill No. 5560 (state agency climate leadership). If the bill is not enacted by June 30, 2009, the amount provided in this subsection shall lapse.

(7) $22,400,000 of the general fund--federal appropriation is provided solely for the justice assistance grant program and is contingent upon the department transferring: $1,200,000 to the department of corrections for security threat mitigation, $2,336,000 to the department of corrections for offender reentry, $1,960,000 to the Washington state patrol for law enforcement activities, $2,087,000 to the department of social and health services, division of alcohol and substance abuse for drug courts, and $428,000 to the department of social and health services for sex abuse recognition training. The remaining funds shall be distributed by the department to local jurisdictions.

(8) $20,000 of the general fund--state appropriation for fiscal year 2010 and $18,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for a grant to KCTS public television to support Spanish language programming and the V-me Spanish language channel.

(9) $500,000 of the general fund--state appropriation for fiscal year 2010 and $447,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for a grant to resolution
Washington to building statewide capacity for alternative dispute
resolution centers and dispute resolution programs that guarantee that
citizens have access to low-cost resolution as an alternative to
litigation.

(10) $30,000 of the general fund--state appropriation for fiscal
year 2010 is provided solely for implementation of Engrossed Second
Substitute Senate Bill No. 6015 (commercialization of technology). If
the bill is not enacted by June 30, 2009, the amount provided in this
subsection shall lapse.

(11) By June 30, 2011, the department shall request information
that describes what jurisdictions have adopted, or are in the process
of adopting, plans that address RCW 36.70A.020 and helps achieve the
greenhouse gas emission reductions established in RCW 70.235.020. This
information request in this subsection applies to jurisdictions that
are required to review and if necessary revise their comprehensive
plans in accordance with RCW 36.70A.130.

(12) During the 2009-11 fiscal biennium, the department shall allot
all of its appropriations subject to allotment by object, account, and
expenditure authority code to conform with the office of financial
management's definition of an option 2 allotment. For those funds
subject to allotment but not appropriation, the agency shall submit
option 2 allotments to the office of financial management.

(13) $50,000 of the general fund--state appropriation for fiscal
year 2010 and $35,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for a grant for the state's
participation in the Pacific Northwest economic region.

(14) $712,000 of the general fund--state appropriation for fiscal
year 2010 and $559,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely to the office of crime victims
advocacy. These funds shall be contracted with the 39 county
prosecuting attorneys' offices to support victim-witness services. The
funds must be prioritized to ensure a full-time victim-witness
coordinator in each county. The office may retain only the amount
currently allocated for this activity for administrative costs.

(15) $306,000 of the general fund--state appropriation for fiscal
year 2010 and $274,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for a grant to the retired senior
volunteer program.
(16) $65,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for a contract with a food distribution program for communities in the southwestern portion of the state and for workers impacted by timber and salmon fishing closures and reductions. The department may not charge administrative overhead or expenses to the funds provided in this subsection.

(17) $371,000 of the general fund--state appropriation for fiscal year 2010 and $290,000 of the general fund--state appropriation for fiscal year 2011 are provided solely to the northwest agriculture business center.

(18) The department shall administer its growth management act technical assistance so that smaller cities receive proportionately more assistance than larger cities or counties.

(19) $212,000 of the general fund--federal appropriation is provided solely for implementation of Second Substitute House Bill No. 1172 (development rights transfer). If the bill is not enacted by June 30, 2009, the amount provided in this subsection shall lapse.

(20) $69,000 of the general fund--state appropriation for fiscal year 2010 and $60,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for implementation of Engrossed Second Substitute House Bill No. 2227 (evergreen jobs act). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(21) $350,000 of the community development and preservation authority account--state appropriation is provided solely for a grant to a community development authority established under chapter 43.167 RCW. The community preservation and development's board of directors may contract with nonprofit community organizations to aid in mitigating the effects of increased public impact on urban neighborhoods due to events in stadia that have a capacity of over 50,000 spectators.

(22) $300,000 of the Washington auto theft prevention authority account--state appropriation is provided solely for a contract with a community group to build local community capacity and economic development within the state by strengthening political relationships between economically distressed communities and governmental institutions. The community group shall identify opportunities for collaboration and initiate activities and events that bring community
organizations, local governments, and state agencies together to
to address the impacts of poverty, political disenfranchisement, and
economic inequality on communities of color. These funds must be
matched by other nonstate sources on an equal basis.

(23) $1,800,000 of the home security fund--state appropriation is
provided for transitional housing assistance or partial payments for
rental assistance under the independent youth housing program.

(24) $5,000,000 of the home security fund--state appropriation is
provided solely for the operation, repair, and staffing of shelters in
the homeless family shelter program.

(25) $253,000 of the general fund--state appropriation for fiscal
year 2010 and $253,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for the Washington new Americans
program.

(26) $438,000 of the general fund--state appropriation for fiscal
year 2010 and $394,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for the Washington asset building
coalitions.

(27) $3,231,000 of the general fund--state appropriation for fiscal
year 2010 and $2,953,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for associate development
organizations.

(28) $5,400,000 of the community and economic development fee
account is provided as follows: $1,000,000 is provided solely for the
department of commerce for services for homeless families through the
Washington families fund; $2,600,000 is provided solely for housing
trust fund operations and maintenance; $800,000 is provided solely for
housing trust fund portfolio management; $500,000 is provided solely
for foreclosure counseling and support; and $500,000 is provided solely
for use as a reserve in the account.

(29) $237,000 of the general fund--state appropriation for fiscal
year 2011 is provided solely for the department to administer a
competitive grant program to fund economic development activities
designed to further regional cluster growth and to integrate its
sector-based and cluster-based strategies with its support for the
development of innovation partnership zones. Grant recipients must
provide matching funds equal to the size of the grant. Grants may be
awarded to support the formation of sector associations or cluster
associations, the identification of the technology and commercialization needs of a sector or cluster, facilitating working relationships between a sector association or cluster association and an innovation partnership zone, expanding the operations of an innovation partnership zone, and developing and implementing plans to meet the technology development and commercialization needs of industry sectors, industry clusters, and innovation partnership zones. The projects receiving grants must not duplicate the purpose or efforts of industry skill panels but priority must be given to applicants that complement industry skill panels and will use the grant funds to build linkages and joint projects.

(30) $62,000 of the general fund--state appropriation for fiscal year 2011 is provided solely to:

(a) Develop a rural manufacturer export outreach program in conjunction with impact Washington. The program must provide outreach services to rural manufacturers in Washington to inform them of the importance of and opportunities in international trade, and to inform them of the export assistance programs available to assist these businesses to become exporters; and

(b) Develop export loan or loan guarantee programs in conjunction with the Washington economic development finance authority and the appropriate federal and private entities.

(31) $750,000 of the general fund--state appropriation for fiscal year 2011 is provided solely to implement the provisions of chapter 13, Laws of 2010 (global health program).

(32) $50,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for the creation of the Washington entrepreneurial development and small business reference service in the department of commerce.

(a) The department must:

(i) In conjunction with and drawing on information compiled by the work force training and education coordinating board and the Washington economic development commission:

(A) Establish and maintain an inventory of the public and private entrepreneurial training and technical assistance services, programs, and resources available in the state;

(B) Disseminate information about available entrepreneurial development and small business assistance services, programs, and
resources via in-person presentations and electronic and printed materials and undertake other activities to raise awareness of entrepreneurial training and small business assistance offerings; and

(C) Evaluate the extent to which existing entrepreneurial training and technical assistance programs in the state are effective and represent a consistent, integrated approach to meeting the needs of start-up and existing entrepreneurs;

(ii) Assist providers of entrepreneurial development and small business assistance services in applying for federal and private funding to support the entrepreneurial development and small business assistance activities in the state;

(iii) Distribute awards for excellence in entrepreneurial training and small business assistance; and

(iv) Report to the governor, the economic development commission, the work force training and education coordinating board, and the appropriate legislative committees its recommendations for statutory changes necessary to enhance operational efficiencies or enhance coordination related to entrepreneurial development and small business assistance.

(b) In carrying out the duties under this section, the department must seek the advice of small business owners and advocates, the Washington economic development commission, the work force training and education coordinating board, the state board for community and technical colleges, the employment security department, the Washington state microenterprise association, associate development organizations, impact Washington, the Washington quality award council, the Washington technology center, the small business export finance assistance center, the Spokane intercollegiate research and technology institute, representatives of the University of Washington business school and the Washington State University college of business and economics, the office of minority and women's business enterprises, the Washington economic development finance authority, and staff from small business development centers.

(c) The director may appoint an advisory board or convene such other individuals or groups as he or she deems appropriate to assist in carrying out the department's duties under this section.

(33) $45,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for a grant to HistoryLink.
Sec. 1012. 2010 2nd sp.s. c 1 s 116 (uncodified) is amended to read as follows:

FOR THE OFFICE OF FINANCIAL MANAGEMENT

General Fund--State Appropriation (FY 2010) .............. $21,089,000
General Fund--State Appropriation (FY 2011) .............. (($18,285,000))

General Fund--Federal Appropriation ....................... $27,103,000
General Fund--Private/Local Appropriation ................. $1,270,000
State Auditing Services Revolving
   Account--State Appropriation ......................... $25,000
Economic Development Strategic Reserve Account--
   State Appropriation .................................. $278,000

TOTAL APPROPRIATION ................................... (($68,050,000))

$67,761,000

The appropriations in this section are subject to the following conditions and limitations:
(1) $188,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for the implementation of Second Substitute Senate Bill No. 5945 (Washington health partnership plan). If the bill is not enacted by June 30, 2009, the amount provided in this subsection shall lapse.
(2) The office of financial management shall conduct a study on alternatives for consolidating or transferring activities and responsibilities of the state lottery commission, state horse racing commission, state liquor control board, and the state gambling commission to achieve cost savings and regulatory efficiencies. In conducting the study, the office of financial management shall consult with the legislative fiscal committees. Further, the office of financial management shall establish an advisory group to include, but not be limited to, representatives of affected businesses, state agencies or entities, local governments, and stakeholder groups. The office of financial management shall submit a final report to the governor and the legislative fiscal committees by November 15, 2009.
(3) $110,000 of the general fund--state appropriation for fiscal year 2011 is provided solely to implement Second Substitute Senate Bill No. 6578 (multiagency permitting teams). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.
(4) The office of financial management shall, with the assistance of the natural resources cabinet as created in executive order 09-07, reduce the number of facilities being leased by the state by consolidating, wherever possible, regional offices and storage facilities of the natural resource agencies. The office of financial management and the natural resources cabinet shall submit a report on the progress of this effort and the associated savings to the appropriate fiscal committees of the legislature no later than December 1, 2010.

(5)(a) $50,000 of the general fund--state appropriation for fiscal year 2010 and $150,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the purposes of the office of financial management:

(i) Conducting a technical and financial analysis of the state's plan for the consolidated state data center and office building; and

(ii) Developing a strategic business plan outlining the various options for use of the site that maximize taxpayer value consistent with the terms of the finance lease and related agreements.

(b) The analysis required in (a)(i) of this subsection must consist of, at a minimum, an assessment of the following issues:

(i) The total capital and operational costs for the proposed data center and office building;

(ii) The occupancy rate for the consolidated state data center, as compared to total capacity, that will result in revenue exceeding total capital and operating expenses;

(iii) The potential reallocation of resources that could result from the consolidation of state data centers and office space; and

(iv) The potential return on investment for the consolidated state data center and office building that may be realized without impairing any existing contractual rights under the terms of the financing lease and related agreements.

(c) This review must build upon the analysis and migration strategy for the consolidated state data center being prepared for the department of information services.

(d) The strategic plan must be submitted to the governor and the legislature by December 1, 2010.

(6) Appropriations in this section include amounts sufficient to
implement Engrossed Substitute House Bill No. 3178 (technology efficiencies).

**Sec. 1013.** 2011 c 5 s 117 (uncodified) is amended to read as follows:

FOR THE OFFICE OF ADMINISTRATIVE HEARINGS

Administrative Hearings Revolving Account--State

Appropriation . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ($34,468,000)

$34,805,000

The appropriation in this section is subject to the following conditions and limitations: $725,000 of the administrative hearings revolving account--state appropriation is provided solely to implement Engrossed Second Substitute House Bill No. 2782 (security lifeline act). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

**Sec. 1014.** 2011 c 5 s 118 (uncodified) is amended to read as follows:

FOR THE COMMISSION ON HISPANIC AFFAIRS

General Fund--State Appropriation (FY 2010) . . . . . . . . . . . . . . . . . . . . $250,000

General Fund--State Appropriation (FY 2011) . . . . . . . . . . . . . . . . . . . . . ($227,000)

$226,000

TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ($477,000)

$476,000

**Sec. 1015.** 2011 c 5 s 119 (uncodified) is amended to read as follows:

FOR THE COMMISSION ON AFRICAN-AMERICAN AFFAIRS

General Fund--State Appropriation (FY 2010) . . . . . . . . . . . . . . . . . . . . $243,000

General Fund--State Appropriation (FY 2011) . . . . . . . . . . . . . . . . . . . . . ($210,000)

$221,000

TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ($453,000)

$464,000

**Sec. 1016.** 2011 c 5 s 120 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF REVENUE

General Fund--State Appropriation (FY 2010) . . . . . . . . . . . . . . . . . . . . $109,472,000
The appropriations in this section are subject to the following conditions and limitations:

(1) $469,000 of the general fund--state appropriation for fiscal year 2010 and $374,000 of the general fund--state appropriation for fiscal year 2011 are for the implementation of Substitute Senate Bill No. 5368 (annual property revaluation). If the bill is not enacted by June 30, 2009, the amounts in this subsection shall lapse.

(2) $4,653,000 of the general fund--state appropriation for fiscal year 2010 and $4,242,000 of the general fund--state appropriation for fiscal year 2011 are for the implementation of revenue enhancement strategies. The strategies must include increased out-of-state auditing and compliance, the purchase of third party data sources for enhanced audit selection, and increased traditional auditing and compliance efforts.

(3) $3,127,000 of the general fund--state appropriation for fiscal year 2010 and $1,737,000 of the general fund--state appropriation for fiscal year 2011 are for the implementation of Senate Bill No. 6173 (sales tax compliance). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(4) $1,294,000 of the general fund--state appropriation for fiscal year 2010 and $3,085,000 of the general fund--state appropriation for fiscal year 2011 are for the implementation of Second Engrossed Substitute Senate Bill No. 6143 (excise tax law modifications). If the bill is not enacted by June 30, 2010, the amounts provided in this subsection shall lapse.
(5) $163,000 of the general fund--state appropriation for fiscal year 2011 is provided solely to implement Substitute Senate Bill No. 6846 (enhanced 911 services). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

(6) $304,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for making the necessary preparations for implementation of the working families tax exemption pursuant to RCW 82.08.0206 in 2012.

Sec. 1017. 2011 c 5 s 121 (uncodified) is amended to read as follows:

FOR THE BOARD OF TAX APPEALS

General Fund--State Appropriation (FY 2010) .................. $1,346,000
General Fund--State Appropriation (FY 2011) .................. ($1,195,000)

$1,194,000

TOTAL APPROPRIATION .................. ($2,541,000)

$2,540,000

Sec. 1018. 2011 c 5 s 122 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF GENERAL ADMINISTRATION

General Fund--State Appropriation (FY 2010) .................. $815,000
General Fund--State Appropriation (FY 2011) .................. ($3,527,000)

$3,524,000

General Fund--Federal Appropriation .................. $2,956,000
Building Code Council Account--State Appropriation ........... $875,000
General Fund--Private/Local Appropriation ................. $84,000
General Administration Service Account--State Appropriation .................. $31,397,000

TOTAL APPROPRIATION .................. ($39,654,000)

$39,651,000

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

(1) $28,000 of the general fund--state appropriation for fiscal year 2010 and $14,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the purposes of section 8 of Engrossed Second Substitute Senate Bill No. 5854 (built environment
pollution). If section 8 of the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(2) $3,197,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for the payment of facilities and services charges, utilities and contracts charges, public and historic facilities charges, and capital projects surcharges allocable to the senate, house of representatives, statute law committee, and joint legislative systems committee. The department shall allocate charges attributable to these agencies among the affected revolving funds. The department shall enter into an interagency agreement with these agencies by July 1, 2010, to establish performance standards, prioritization of preservation and capital improvement projects, and quality assurance provisions for the delivery of services under this subsection. The agencies named in this subsection shall continue to enjoy all of the same rights of occupancy, support, and space use on the capitol campus as historically established.

(3) $84,000 of the general fund--private/local appropriation and $593,000 of the building code council account--state appropriation are provided solely to implement Engrossed Second Substitute House Bill No. 2658 (refocusing the department of commerce, including transferring programs). If the bill is not enacted by June 30, 2010, the amounts provided in this subsection shall lapse.

(4) In accordance with RCW 46.08.172 and 43.135.055, the department is authorized to increase parking fees in fiscal year 2011 as necessary to meet the actual costs of conducting business.

Sec. 1019. 2011 c 5 s 125 (uncodified) is amended to read as follows:

FOR THE MILITARY DEPARTMENT

General Fund--State Appropriation (FY 2010) .............. $9,350,000
General Fund--State Appropriation (FY 2011) .............. ($7,890,000)

General Fund--Federal Appropriation ....................... $168,599,000
Enhanced 911 Account--State Appropriation ............... $44,508,000
Disaster Response Account--State Appropriation ........... $28,350,000
Disaster Response Account--Federal Appropriation ........ $114,496,000
Military Department Rent and Lease Account--State

Appropriation ............................................. $612,000
Military Department Active State Service Account--Federal Appropriation $592,000
Worker and Community Right-to-Know Account--State Appropriation $341,000
Nisqually Earthquake Account--State Appropriation $307,000
Nisqually Earthquake Account--Federal Appropriation $1,067,000
TOTAL APPROPRIATION (($376,120,000)) $376,112,000

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

1. $28,326,000 of the disaster response account--state appropriation and $114,496,000 of the disaster response account--federal appropriation may be spent only on disasters declared by the governor and with the approval of the office of financial management. The military department shall submit a report to the office of financial management and the legislative fiscal committees on October 1st and February 1st of each year detailing information on the disaster response account, including: (a) The amount and type of deposits into the account; (b) the current available fund balance as of the reporting date; and (c) the projected fund balance at the end of the 2009-2011 biennium based on current revenue and expenditure patterns.

2. $307,000 of the Nisqually earthquake account--state appropriation and $1,067,000 of the Nisqually earthquake account--federal appropriation are provided solely for response and recovery costs associated with the February 28, 2001, earthquake. The military department shall submit a report to the office of financial management and the legislative fiscal committees on October 1st and February 1st of each year detailing earthquake recovery costs, including: (a) Estimates of total costs; (b) incremental changes from the previous estimate; (c) actual expenditures; (d) estimates of total remaining costs to be paid; and (e) estimates of future payments by biennium. This information shall be displayed by fund, by type of assistance, and by amount paid on behalf of state agencies or local organizations. The military department shall also submit a report quarterly to the office of financial management and the legislative fiscal committees detailing information on the Nisqually earthquake account, including: (a) The amount and type of deposits into the
account; (b) the current available fund balance as of the reporting
date; and (c) the projected fund balance at the end of the 2009-2011
biennium based on current revenue and expenditure patterns.

(3) $85,000,000 of the general fund--federal appropriation is
provided solely for homeland security, subject to the following
conditions:

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

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

(4) $500,000 of the general fund--state appropriation for fiscal
year 2010 is provided solely for the military department to contract
with the Washington information network 2-1-1 to operate a statewide 2-
1-1 system. The department shall provide the entire amount for 2-1-1
and may not use any of the funds for administrative purposes.

Sec. 1020. 2011 c 5 s 126 (uncodified) is amended to read as
follows:

FOR THE PUBLIC EMPLOYMENT RELATIONS COMMISSION
General Fund--State Appropriation (FY 2010) ............ $2,667,000
General Fund--State Appropriation (FY 2011) ............ ($2,345,000)

$2,344,000

Higher Education Personnel Services Account--State
Appropriation ........................................ $250,000

Department of Personnel Service Account--State
Appropriation ........................................ $3,263,000
TOTAL APPROPRIATION ............................ ($8,525,000)

$8,524,000

The appropriations in this section are subject to the following
conditions and limitations: $50,000 of the general fund--state
appropriation for fiscal year 2011 is provided solely for
implementation of Engrossed Substitute Senate Bill No. 6726 (language
access provider bargaining).
Sec. 1021. 2011 c 5 s 127 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF ARCHAEOLOGY AND HISTORIC PRESERVATION

General Fund--State Appropriation (FY 2010) ............. $1,371,000
General Fund--State Appropriation (FY 2011) ............. ($1,230,000)

$1,197,000

General Fund--Federal Appropriation ...................... $2,293,000
General Fund--Private/Local Appropriation ................. $14,000

TOTAL APPROPRIATION ......................... ($4,908,000)

$4,875,000

The appropriations in this section are subject to the following conditions and limitations: $44,000 of the general fund--state appropriation for fiscal year 2011 is provided for implementation of Substitute House Bill No. 2704 (Washington main street program). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

Sec. 1022. 2011 c 5 s 128 (uncodified) is amended to read as follows:

FOR THE GROWTH MANAGEMENT HEARINGS BOARD

General Fund--State Appropriation (FY 2010) ............. $1,642,000
General Fund--State Appropriation (FY 2011) ............. ($1,334,000)

$1,331,000

TOTAL APPROPRIATION ......................... ($2,976,000)

$2,973,000

The appropriations in this section are subject to the following conditions and limitations: $12,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for Substitute House Bill No. 2935 (hearings boards/environment and land use). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

(End of part)
PART XI
HUMAN SERVICES

Sec. 1101. 2010 1st sp.s. c 37 s 201 (uncodified) is amended to read as follows:

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

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

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

(4) The department is authorized to develop an integrated health care program designed to slow the progression of illness and disability and better manage medicaid expenditures for the aged and disabled population. Under this Washington medicaid integration partnership
(WMIP), the department may combine and transfer such medicaid funds appropriated under sections 204, 206, 208, and 209 of this act as may be necessary to finance a unified health care plan for the WMIP program enrollment. The WMIP pilot projects shall not exceed a daily enrollment of 6,000 persons, nor expand beyond one county, during the 2009-2011 biennium. The amount of funding assigned to the pilot projects from each program may not exceed the average per capita cost assumed in this act for individuals covered by that program, actuarially adjusted for the health condition of persons enrolled in the pilot project, times the number of clients enrolled in the pilot project. In implementing the WMIP pilot projects, the department may:

(a) Withhold from calculations of "available resources" as set forth in RCW 71.24.025 a sum equal to the capitated rate for individuals enrolled in the pilots; and (b) employ capitation financing and risk-sharing arrangements in collaboration with health care service contractors licensed by the office of the insurance commissioner and qualified to participate in both the medicaid and medicare programs. The department shall conduct an evaluation of the WMIP, measuring changes in participant health outcomes, changes in patterns of service utilization, participant satisfaction, participant access to services, and the state fiscal impact.

(5)(a) The appropriations to the department of social and health services in this act shall be expended for the programs and in the amounts specified in this act. However, after May 1, 2011, unless specifically prohibited by this act, the department may transfer general fund--state appropriations for fiscal year 2011 among programs after approval by the director of financial management. However, the department shall not transfer state moneys that are provided solely for a specified purpose except as expressly provided in (b) of this subsection.

(b) To the extent that transfers under (a) of this subsection are insufficient to fund actual expenditures in excess of fiscal year 2011 caseload forecasts and utilization assumptions in the medical assistance, long-term care, foster care, adoptions support, and child support programs, the department may transfer state moneys that are provided solely for a specified purpose. The department shall not transfer funds, and the director of financial management shall not approve the transfer, unless the transfer is consistent with the
objective of conserving, to the maximum extent possible, the expenditure of state funds. The director of financial management shall notify the appropriate fiscal committees of the senate and house of representatives in writing seven days prior to approving any allotment modifications or transfers under this subsection. The written notification shall include a narrative explanation and justification of the changes, along with expenditures and allotments by budget unit and appropriation, both before and after any allotment modifications or transfers.

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

Sec. 1102. 2011 c 5 s 201 (uncodified) is amended to read as follows:

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

<table>
<thead>
<tr>
<th>Source</th>
<th>Amount</th>
</tr>
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<tbody>
<tr>
<td>General Fund--State Appropriation (FY 2010)</td>
<td>$315,002,000</td>
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<tr>
<td>General Fund--State Appropriation (FY 2011)</td>
<td>($287,643,000)</td>
</tr>
<tr>
<td>General Fund--Federal Appropriation</td>
<td>$285,342,000</td>
</tr>
<tr>
<td>General Fund--Private/Local Appropriation</td>
<td>$494,136,000</td>
</tr>
<tr>
<td>Home Security Fund Appropriation</td>
<td>$8,406,000</td>
</tr>
<tr>
<td>Domestic Violence Prevention Account--State</td>
<td>$1,154,000</td>
</tr>
<tr>
<td>Education Legacy Trust Account--State Appropriation</td>
<td>$725,000</td>
</tr>
<tr>
<td><strong>TOTAL APPROPRIATION</strong></td>
<td>($1,110,386,000)</td>
</tr>
<tr>
<td><strong>$1,108,698,000</strong></td>
<td></td>
</tr>
</tbody>
</table>

The appropriations in this section are subject to the following conditions and limitations:
(1) $937,000 of the general fund--state appropriation for fiscal year 2010 and $696,000 of the general fund--state appropriation for fiscal year 2011 are provided solely to contract for the operation of one pediatric interim care facility. The facility shall provide residential care for up to thirteen children through two years of age. Seventy-five percent of the children served by the facility must be in need of special care as a result of substance abuse by their mothers. The facility shall also provide on-site training to biological, adoptive, or foster parents. The facility shall provide at least three months of consultation and support to parents accepting placement of children from the facility. The facility may recruit new and current foster and adoptive parents for infants served by the facility. The department shall not require case management as a condition of the contract.

(2) $369,000 of the general fund--state appropriation for fiscal year 2010, $343,000 of the general fund--state appropriation for fiscal year 2011, and $306,000 of the general fund--federal appropriation are provided solely for up to three nonfacility-based programs for the training, consultation, support, and recruitment of biological, foster, and adoptive parents of children through age three in need of special care as a result of substance abuse by their mothers, except that each program may serve up to three medically fragile nonsubstance-abuse-affected children. In selecting nonfacility-based programs, preference shall be given to programs whose federal or private funding sources have expired or that have successfully performed under the existing pediatric interim care program.

(3) $2,500,000 of the general fund--state appropriation for fiscal year 2010 and $46,000 of the general fund--state appropriation for fiscal year 2011, and $2,098,000 of the home security fund--state appropriation are provided solely for secure crisis residential centers. Within appropriated amounts, the department shall collaborate with providers to maintain no less than forty-five beds that are geographically representative of the state. The department shall examine current secure crisis residential staffing requirements, flexible payment options, center specific waivers, and other appropriate methods to accomplish this outcome.

(4) A maximum of $69,190,000 of the general fund--state appropriations and $54,443,000 of the general fund--federal
appropriations for the 2009-11 biennium shall be expended for behavioral rehabilitative services and these amounts are provided solely for this purpose. The department shall work with behavioral rehabilitative service providers to safely keep youth with emotional, behavioral, or medical needs at home, with relatives, or with other permanent placement resources and decrease the length of service through improved emotional, behavioral, or medical outcomes for children in behavioral rehabilitative services in order to achieve the appropriated levels.

(a) Contracted providers shall act in good faith and accept the hardest to serve children, to the greatest extent possible, in order to improve their emotional, behavioral, or medical conditions.

(b) The department and the contracted provider shall mutually agree and establish an exit date for when the child is to exit the behavioral rehabilitative service provider. The department and the contracted provider should mutually agree, to the greatest extent possible, on a viable placement for the child to go to once the child's treatment process has been completed. The child shall exit only when the emotional, behavioral, or medical condition has improved or if the provider has not shown progress toward the outcomes specified in the signed contract at the time of exit. This subsection (b) does not prevent or eliminate the department's responsibility for removing the child from the provider if the child's emotional, behavioral, or medical condition worsens or is threatened.

(c) The department is encouraged to use performance-based contracts with incentives directly tied to outcomes described in this section. The contracts should incentivize contracted providers to accept the hardest to serve children and incentivize improvement in children's emotional, mental, and medical well-being within the established exit date. The department is further encouraged to increase the use of behavioral rehabilitative service group homes, wrap around services to facilitate and support placement of youth at home with relatives, or other permanent resources, and other means to control expenditures.

(d) The total foster care per capita amount shall not increase more than four percent in the 2009-11 biennium and shall not include behavioral rehabilitative service.

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

(6) $13,387,000 of the general fund--state appropriation for fiscal
year 2011 and $6,231,000 of the general fund--federal appropriation are
provided solely for the department to provide contracted prevention and
early intervention services. The legislature recognizes the need for
flexibility as the department transitions to performance-based
contracts. The following services are included in the prevention and
early intervention block grant: Crisis family intervention services,
family preservation services, intensive family preservation services,
evidence-based programs, public health nurses, and early family support
services. The legislature intends for the department to maintain and
build on existing evidence-based and research-based programs with the
goal of utilizing contracted prevention and intervention services to
keep children safe at home and to safely reunify families. Priority
shall be given to proven intervention models, including evidence-based
prevention and early intervention programs identified by the Washington
state institute for public policy and the department. The department
shall include information on the number, type, and outcomes of the
evidence-based programs being implemented in its reports on child
welfare reform efforts and shall provide the legislature and governor
a report regarding the allocation of resources in this subsection by
September 30, 2010. The department shall expend federal funds under
this subsection in compliance with federal regulations.

(7) $36,000 of the general fund--state appropriation for fiscal
year 2010, $34,000 of the general fund--state appropriation for fiscal
year 2011, and $29,000 of the general fund--federal appropriation are
provided solely for the implementation of chapter 465, Laws of 2007
(child welfare).

(8) $125,000 of the general fund--state appropriation for fiscal
year 2010 and $118,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for continuum of care services.
$100,000 of this amount is for Casey family partners and $25,000 of
this amount is for volunteers of America crosswalk in fiscal year 2010.
$95,000 of this amount is for Casey family partners and $23,000 of this
amount is for volunteers of America crosswalk in fiscal year 2011.
(9) $1,904,000 of the general fund--state appropriation for fiscal year 2010, $1,441,000 of the general fund--state appropriation for fiscal year 2011, and $335,000 of the general fund--federal appropriation are provided solely to contract with medical professionals for comprehensive safety assessments of high-risk families and for foster care assessments. The safety assessments will use validated assessment tools to guide intervention decisions through the identification of additional safety and risk factors. The department will maintain the availability of comprehensive foster care assessments and follow up services for children in out-of-home care who do not have permanent plans, comprehensive safety assessments for families receiving in-home child protective services or family voluntary services, and comprehensive safety assessments for families with an infant age birth to fifteen days where the infant was, at birth, diagnosed as substance exposed and the department received an intake referral related to the infant due to the substance exposure. The department must consolidate contracts, streamline administration, and explore efficiencies to achieve savings.

(10) $7,679,000 of the general fund--state appropriation for fiscal year 2010, $6,226,000 of the general fund--state appropriation for fiscal year 2011, and $4,658,000 of the general fund--federal appropriation are provided solely for court-ordered supervised visits between parents and dependent children and for sibling visits. The department shall work collaboratively with the juvenile dependency courts and revise the supervised visit reimbursement procedures to stay within appropriations without impeding reunification outcomes between parents and dependent children. The department shall report to the legislative fiscal committees on September 30, 2010, and December 30, 2010, the number of children in foster care who receive supervised visits, their frequency, length of time of each visit, and whether reunification is attained.

(11) $145,000 of the general fund--state appropriation for fiscal year 2010, $817,000 of the general fund--state appropriation for fiscal year 2011, and $668,000 of the home security fund--state appropriation is provided solely for street youth program services.

(12) $1,522,000 of the general fund--state appropriation for fiscal year 2010, $1,256,000 of the general fund--state appropriation for fiscal year 2011, and $1,372,000 of the general fund--federal
appropriation are provided solely for the department to recruit foster parents. The recruitment efforts shall include collaborating with community-based organizations and current or former foster parents to recruit foster parents.

(13) $493,000 of the general fund--state appropriation for fiscal year 2010, $102,000 of the general fund--state appropriation for fiscal year 2011, $466,000 of the general fund--private/local appropriation, $182,000 of the general fund--federal appropriation, and $725,000 of the education legacy trust account--state appropriation are provided solely for children's administration to contract with an educational advocacy provider with expertise in foster care educational outreach. Funding is provided solely for contracted education coordinators to assist foster children in succeeding in K-12 and higher education systems. Funding shall be prioritized to regions with high numbers of foster care youth and/or regions where backlogs of youth that have formerly requested educational outreach services exist. The department shall utilize private matching funds to maintain educational advocacy services.

(14) $1,273,000 of the home security fund account--state appropriation is provided solely for HOPE beds.

(15) $4,234,000 of the home security fund account--state appropriation is provided solely for the crisis residential centers.

(16) The appropriations in this section reflect reductions in the appropriations for the children's administration administrative expenses. It is the intent of the legislature that these reductions shall be achieved, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or programs.

(17) Within the amounts appropriated in this section, the department shall contract for a pilot project with family and community networks in Whatcom county and up to four additional counties to provide services. The pilot project shall be designed to provide a continuum of services that reduce out-of-home placements and the lengths of stay for children in out-of-home placement. The department and the community networks shall collaboratively select the additional counties for the pilot project and shall collaboratively design the contract. Within the framework of the pilot project, the contract shall seek to maximize federal funds. The pilot project in each county
shall include the creation of advisory and management teams which include members from neighborhood-based family advisory committees, residents, parents, youth, providers, and local and regional department staff. The Whatcom county team shall facilitate the development of outcome-based protocols and policies for the pilot project and develop a structure to oversee, monitor, and evaluate the results of the pilot projects. The department shall report the costs and savings of the pilot project to the appropriate committees of the legislature by November 1 of each year.

(18) $157,000 of the general fund--state appropriation for fiscal year 2010 and $78,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the department to contract with a nonprofit entity for a reunification pilot project in Whatcom and Skagit counties. The contract for the reunification pilot project shall include a rate of $46.16 per hour for evidence-based interventions, in combination with supervised visits, to provide 3,564 hours of services to reduce the length of stay for children in the child welfare system. The contract shall also include evidence-based intensive parenting skills building services and family support case management services for 38 families participating in the reunification pilot project. The contract shall include the flexibility for the nonprofit entity to subcontract with trained providers.

(19) $303,000 of the general fund--state appropriation for fiscal year 2010, $392,000 of the general fund--state appropriation for fiscal year 2011, and $241,000 of the general fund--federal appropriation are provided solely to implement Engrossed Substitute House Bill No. 1961 (increasing adoptions act). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(20) $98,000 of the general fund--state appropriation for fiscal year 2010 and $49,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the department to contract with an agency that is working in partnership with, and has been evaluated by, the University of Washington school of social work to implement promising practice constellation hub models of foster care support.

(21) The legislature intends for the department to reduce the time a child remains in the child welfare system. The department shall establish a measurable goal and report progress toward meeting that
goal to the legislature by January 15 of each fiscal year of the
2009-11 fiscal biennium. To the extent that actual caseloads exceed
those assumed in this section, it is the intent of the legislature to
address those issues in a manner similar to all other caseload
programs.

(22) $715,000 of the general fund--state appropriation for fiscal
year 2010 and $671,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for services provided through
children's advocacy centers.

(23) $10,000 of the general fund--state appropriation for fiscal
year 2011 and $3,000 of the general fund--federal appropriation are
provided solely for implementation of chapter 224, Laws of 2010
(confinement alternatives). If the bill is not enacted by June 30,
2010, the amounts provided in this subsection shall lapse.

(24) $1,867,000 of the general fund--state appropriation for fiscal
year 2010, $1,677,000 of the general fund--state appropriation for
fiscal year 2011, and $4,379,000 of the general fund--federal
appropriation are provided solely for the department to contract for
medicaid treatment child care (MTCC) services. Children's
administration case workers, local public health nurses and case
workers from the temporary assistance for needy families program shall
refer children to MTCC services, as long as the children meet the
eligibility requirements as outlined in the Washington state plan for
the MTCC services.

(25) The department shall contract for at least one pilot project
with adolescent services providers to deliver a continuum of short-term
crisis stabilization services. The pilot project shall include
adolescent services provided through secure crisis residential centers,
crisis residential centers, and hope beds. The department shall work
with adolescent service providers to maintain availability of
adolescent services and maintain the delivery of services in a
geographically representative manner. The department shall examine
current staffing requirements, flexible payment options, center-
specific licensing waivers, and other appropriate methods to achieve
savings and streamline the delivery of services. The legislature
intends for the pilot project to provide flexibility to the department
to improve outcomes and to achieve more efficient utilization of
existing resources, while meeting the statutory goals of the adolescent
services programs. The department shall provide an update to the
appropriate legislative committees and governor on the status of the
pilot project implementation by December 1, 2010.

(26) To ensure expenditures remain within available funds
appropriated in this section as required by RCW 74.13A.005 and
74.13A.020, the secretary shall not set the amount of any adoption
assistance payment or payments, made pursuant to RCW 26.33.320 and
74.13A.005 through 74.13A.080, to more than ninety percent of the
foster care maintenance payment for that child had he or she remained
in a foster family home during the same period. This subsection does
not apply to adoption assistance agreements in existence on the
effective date of this section.

(27) Receipts from fees per chapter 289, Laws of 2010, as deposited
into the prostitution prevention and intervention account for services
provided to sexually exploited children as defined in RCW 13.32A.030 in
secure and semi-secure crisis residential centers with access to staff
trained to meet their specific needs shall be used to expand capacity
for secure crisis residential centers and not supplant existing
funding.

((28) The appropriations in this section reflect reductions to the
foster care maintenance payment rates during fiscal year 2011.))

Sec. 1103. 2011 c 5 s 202 (uncodified) is amended to read as
follows:

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

<table>
<thead>
<tr>
<th>Fund</th>
<th>State Appropriation (FY 2010)</th>
<th>State Appropriation (FY 2011)</th>
<th>Federal Appropriation</th>
<th>Private/Local Appropriation</th>
<th>State Appropriation</th>
<th>Juvenile Accountability Incentive Fund</th>
<th>State Efficiency and Restructuring Account</th>
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</thead>
<tbody>
<tr>
<td>General Fund</td>
<td>$103,437,000</td>
<td>$90,240,000</td>
<td>$1,715,000</td>
<td>$1,899,000</td>
<td>$3,896,000</td>
<td>$2,805,000</td>
<td>$2,127,000</td>
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Appropriation ........................................ $4,958,000

TOTAL APPROPRIATION ........................ (($208,950,000))

$207,888,000

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

(1) $353,000 of the general fund--state appropriation for fiscal year 2010 and $331,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for deposit in the county criminal justice assistance account for costs to the criminal justice system associated with the implementation of chapter 338, Laws of 1997 (juvenile code revisions). The amounts provided in this subsection are intended to provide funding for county adult court costs associated with the implementation of chapter 338, Laws of 1997 and shall be distributed in accordance with RCW 82.14.310.

(2) $3,408,000 of the general fund--state appropriation for fiscal year 2010 and $2,716,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the implementation of chapter 338, Laws of 1997 (juvenile code revisions). The amounts provided in this subsection are intended to provide funding for county impacts associated with the implementation of chapter 338, Laws of 1997 and shall be distributed to counties as prescribed in the current consolidated juvenile services (CJS) formula.

(3) $3,716,000 of the general fund--state appropriation for fiscal year 2010 and $3,482,000 of the general fund--state appropriation for fiscal year 2011 are provided solely to implement community juvenile accountability grants pursuant to chapter 338, Laws of 1997 (juvenile code revisions). Funds provided in this subsection may be used solely for community juvenile accountability grants, administration of the grants, and evaluations of programs funded by the grants.

(4) $1,427,000 of the general fund--state appropriation for fiscal year 2010 and $1,130,000 of the general fund--state appropriation for fiscal year 2011 are provided solely to implement alcohol and substance abuse treatment programs for locally committed offenders. The juvenile rehabilitation administration shall award these moneys on a competitive basis to counties that submitted a plan for the provision of services approved by the division of alcohol and substance abuse. The juvenile rehabilitation administration shall develop criteria for evaluation of
plans submitted and a timeline for awarding funding and shall assist counties in creating and submitting plans for evaluation.

(5) $3,066,000 of the general fund—state appropriation for fiscal year 2010 and $2,873,000 of the general fund—state appropriation for fiscal year 2011 are provided solely for grants to county juvenile courts for the following programs identified by the Washington state institute for public policy (institute) in its October 2006 report: "Evidence-Based Public Policy Options to Reduce Future Prison Construction, Criminal Justice Costs and Crime Rates": Functional family therapy, multi-systemic therapy, aggression replacement training and interagency coordination programs, or other programs with a positive benefit-cost finding in the institute's report. County juvenile courts shall apply to the juvenile rehabilitation administration for funding for program-specific participation and the administration shall provide grants to the courts consistent with the per-participant treatment costs identified by the institute.

(6) $1,287,000 of the general fund—state appropriation for fiscal year 2010 and $1,287,000 of the general fund—state appropriation for fiscal year 2011 are provided solely for expansion of the following treatments and therapies in juvenile rehabilitation administration programs identified by the Washington state institute for public policy in its October 2006 report: "Evidence-Based Public Policy Options to Reduce Future Prison Construction, Criminal Justice Costs and Crime Rates": Multidimensional treatment foster care, family integrated transitions, and aggression replacement training. The administration may concentrate delivery of these treatments and therapies at a limited number of programs to deliver the treatments in a cost-effective manner.

(7)(a) For the fiscal year ending June 30, 2011, the juvenile rehabilitation administration shall administer a block grant, rather than categorical funding, of consolidated juvenile service funds, community juvenile accountability act grants, the chemical dependency disposition alternative funds, the mental health disposition alternative, and the sentencing disposition alternative for the purpose of serving youth adjudicated in the juvenile justice system. In making the block grant, the juvenile rehabilitation administration shall follow the following formula and will prioritize evidence-based programs and disposition alternatives and take into account juvenile
courts program-eligible youth in conjunction with the number of youth served in each approved evidence-based program or disposition alternative: (i) Thirty-seven and one-half percent for the at-risk population of youth ten to seventeen years old; (ii) fifteen percent for moderate and high-risk youth; (iii) twenty-five percent for evidence-based program participation; (iv) seventeen and one-half percent for minority populations; (v) three percent for the chemical dependency disposition alternative; and (vi) two percent for the mental health and sentencing dispositional alternatives. Funding for the special sex offender disposition alternative (SSODA) shall not be included in the block grant, but allocated on the average daily population in juvenile courts. Funding for the evidence-based expansion grants shall be excluded from the block grant formula. Funds may be used for promising practices when approved by the juvenile rehabilitation administration and juvenile courts, through the community juvenile accountability act committee, based on the criteria established in consultation with Washington state institute for public policy and the juvenile courts.

(b) It is the intent of the legislature that the juvenile rehabilitation administration phase the implementation of the formula provided in subsection (1) of this section by including a stop-loss formula of three percent in fiscal year 2011, five percent in fiscal year 2012, and five percent in fiscal year 2013. It is further the intent of the legislature that the evidence-based expansion grants be incorporated into the block grant formula by fiscal year 2013 and SSODA remain separate unless changes would result in increasing the cost benefit savings to the state as identified in (c) of this subsection.

(c) The juvenile rehabilitation administration and the juvenile courts shall establish a block grant funding formula oversight committee with equal representation from the juvenile rehabilitation administration and the juvenile courts. The purpose of this committee is to assess the ongoing implementation of the block grant funding formula, utilizing data-driven decision making and the most current available information. The committee will be cochaired by the juvenile rehabilitation administration and the juvenile courts, who will also have the ability to change members of the committee as needed to achieve its purpose. Initial members will include one juvenile court representative from the finance committee, the community juvenile
accountability act committee, the risk assessment quality assurance committee, the executive board of the Washington association of juvenile court administrators, the Washington state center for court research, and a representative of the superior court judges association; two representatives from the juvenile rehabilitation administration headquarters program oversight staff, two representatives of the juvenile rehabilitation administration regional office staff, one representative of the juvenile rehabilitation administration fiscal staff and a juvenile rehabilitation administration division director. The committee may make changes to the formula categories other than the evidence-based program and disposition alternative categories if it is determined the changes will increase statewide service delivery or effectiveness of evidence-based program or disposition alternative resulting in increased cost benefit savings to the state. Long-term cost benefit must be considered. Percentage changes may occur in the evidence-based program or disposition alternative categories of the formula should it be determined the changes will increase evidence-based program or disposition alternative delivery and increase the cost benefit to the state. These outcomes will also be considered in determining when evidence-based expansion or special sex offender disposition alternative funds should be included in the block grant or left separate.

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

(e) By December 1, 2010, the Washington state institute for public policy shall report to the office of financial management and appropriate committees of the legislature on the administration of the block grant authorized in this subsection. The report shall include the criteria used for allocating the funding as a block grant and the
participation targets and actual participation in the programs subject
to the block grant.

(8) $3,700,000 of the Washington auto theft prevention authority
account--state appropriation is provided solely for competitive grants
to community-based organizations to provide at-risk youth intervention
services, including but not limited to, case management, employment
services, educational services, and street outreach intervention
programs. Projects funded should focus on preventing, intervening, and
suppressing behavioral problems and violence while linking at-risk
youth to pro-social activities. The department may not expend more
than $1,850,000 per fiscal year. The costs of administration must not
exceed four percent of appropriated funding for each grant recipient.
Each entity receiving funds must report to the juvenile rehabilitation
administration on the number and types of youth served, the services
provided, and the impact of those services upon the youth and the
community.

(9) The appropriations in this section assume savings associated
with the transfer of youthful offenders age eighteen or older whose
sentences extend beyond age twenty-one to the department of corrections
to complete their sentences. Prior to transferring an offender to the
department of corrections, the juvenile rehabilitation administration
shall evaluate the offender to determine the offender's physical and
emotional suitability for transfer.

Sec. 1104. 2011 c 5 s 203 (uncodified) is amended to read as
follows:

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

(1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS
General Fund--State Appropriation (FY 2010) ............ $273,648,000
General Fund--State Appropriation (FY 2011) ........ (($263,003,000))
 $271,260,000
General Fund--Federal Appropriation ................. (($520,024,000))
 $513,373,000
General Fund--Private/Local Appropriation ............ $16,951,000
Hospital Safety Net Assessment Fund--State
 Appropriation ........................................ $3,476,000
TOTAL APPROPRIATION ................................ (($1,078,092,000))
The appropriations in this subsection are subject to the following conditions and limitations:

(a) $113,689,000 of the general fund--state appropriation for fiscal year 2010 and $101,089,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for persons and services not covered by the medicaid program. This is a reduction of $11,606,000 each fiscal year from the nonmedicaid funding that was allocated for expenditure by regional support networks during fiscal year 2009 prior to supplemental budget reductions. This $11,606,000 reduction shall be distributed among regional support networks proportional to each network's share of the total state population. To the extent possible, levels of regional support network spending shall be maintained in the following priority order: (i) Crisis and commitment services; (ii) community inpatient services; and (iii) residential care services, including personal care and emergency housing assistance.

(b) $10,400,000 of the general fund--state appropriation for fiscal year 2010, $8,814,000 of the general fund--state appropriation for fiscal year 2011, and $1,300,000 of the general fund--federal appropriation are provided solely for the department and regional support networks to contract for implementation of high-intensity program for active community treatment (PACT) teams. The department shall work with regional support networks and the center for medicare and medicaid services to integrate eligible components of the PACT service delivery model into medicaid capitation rates no later than January 2011, while maintaining consistency with all essential elements of the PACT evidence-based practice model.

(c) $6,500,000 of the general fund--state appropriation for fiscal year 2010 and $6,091,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the western Washington regional support networks to provide either community- or hospital campus-based services for persons who require the level of care provided by the program for adaptive living skills (PALS) at western state hospital.

(d) The number of nonforensic beds allocated for use by regional support networks at eastern state hospital shall be 192 per day. The number of nonforensic beds allocated for use by regional support networks at eastern state hospital shall be 192 per day.
networks at western state hospital shall be 617 per day during the
first quarter of fiscal year 2010, 587 per day through the second
quarter of fiscal year 2011, and 557 per day thereafter. Beds in the
program for adaptive living skills (PALS) are not included in the
preceding bed allocations. The department shall separately charge
regional support networks for persons served in the PALS program.

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

(f) $4,582,000 of the general fund--state appropriation for fiscal
year 2010 and $4,582,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for mental health services for
mentally ill offenders while confined in a county or city jail and for
facilitating access to programs that offer mental health services upon
release from confinement.

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

(h) $750,000 of the general fund--state appropriation for fiscal
year 2010 and $703,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely to continue performance-based
incentive contracts to provide appropriate community support services
for individuals with severe mental illness who were discharged from the
state hospitals as part of the expanding community services initiative.
These funds will be used to enhance community residential and support
services provided by regional support networks through other state and
federal funding.

(i) $1,500,000 of the general fund--state appropriation for fiscal
year 2010 and $1,500,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for the Spokane regional support
network to implement services to reduce utilization and the census at
eastern state hospital. Such services shall include:

(i) High intensity treatment team for persons who are high
utilizers of psychiatric inpatient services, including those with co-
occurring disorders and other special needs;
(ii) Crisis outreach and diversion services to stabilize in the community individuals in crisis who are at risk of requiring inpatient care or jail services;

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

(iv) Services at the sixteen-bed evaluation and treatment facility. At least annually, the Spokane regional support network shall assess the effectiveness of these services in reducing utilization at eastern state hospital, identify services that are not optimally effective, and modify those services to improve their effectiveness.

(j) The department shall return to the Spokane regional support network fifty percent of the amounts assessed against the network during the last six months of calendar year 2009 for state hospital utilization in excess of its contractual limit. The regional support network shall use these funds for operation during its initial months of a new sixteen-bed evaluation and treatment facility that will enable the network to reduce its use of the state hospital, and for diversion and community support services for persons with dementia who would likely otherwise require care at the state hospital.

(k) The department is directed to identify and implement program efficiencies and benefit changes in its delivery of medicaid managed-care services that are sufficient to operate within the state and federal appropriations in this section. Such actions may include but are not limited to methods such as adjusting the care access standards; improved utilization management of ongoing, recurring, and high-intensity services; and increased uniformity in provider payment rates. The department shall ensure that the capitation rate adjustments necessary to accomplish these efficiencies and changes are distributed uniformly and equitably across all regional support networks statewide. The department is directed to report to the relevant legislative fiscal and policy committees at least thirty days prior to implementing rate adjustments reflecting these changes.

(l) In developing the new medicaid managed care rates under which the public mental health managed care system will operate during the five years beginning in fiscal year 2011, the department should seek to estimate the reasonable and necessary cost of efficiently and effectively providing a comparable set of medically necessary mental
health benefits to persons of different acuity levels regardless of
where in the state they live. Actual prior period spending in a
regional administrative area shall not be a key determinant of future
payment rates. The department shall report to the office of financial
management and to the relevant fiscal and policy committees of the
legislature on its proposed new waiver and mental health managed care
rate-setting approach by October 1, 2009, and again at least sixty days
prior to implementation of new capitation rates.

(m) In implementing the new public mental health managed care
payment rates for fiscal year 2011, the department shall to the maximum
extent possible within each regional support network's allowable rate
range establish rates so that there is no increase or decrease in the
total state and federal funding that the regional support network would
receive if it were to continue to be paid at its October 2009 through
June 2010 rates. The department shall additionally revise the draft
rates issued January 28, 2010, to more accurately reflect the lower
practitioner productivity inherent in the delivery of services in
extremely rural regions in which a majority of the population reside in
frontier counties, as defined and designated by the national center for
frontier communities.

(n) $1,529,000 of the general fund--state appropriation for fiscal
year 2010 and $1,529,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely to reimburse Pierce and Spokane
counties for the cost of conducting 180-day commitment hearings at the
state psychiatric hospitals.

(o) The legislature intends and expects that regional support
networks and contracted community mental health agencies shall make all
possible efforts to, at a minimum, maintain current compensation levels
of direct care staff. Such efforts shall include, but not be limited
to, identifying local funding that can preserve client services and
staff compensation, achieving administrative reductions at the regional
support network level, and engaging stakeholders on cost-savings ideas
that maintain client services and staff compensation. For purposes of
this section, "direct care staff" means persons employed by community
mental health agencies whose primary responsibility is providing direct
treatment and support to people with mental illness, or whose primary
responsibility is providing direct support to such staff in areas such
as client scheduling, client intake, client reception, client records-keeping, and facilities maintenance.

(p) Regional support networks may use local funds to earn additional federal medicaid match, provided the locally matched rate does not exceed the upper-bound of their federally allowable rate range, and provided that the enhanced funding is used only to provide medicaid state plan or waiver services to medicaid clients. Additionally, regional support networks may use a portion of the state funds allocated in accordance with (a) of this subsection to earn additional medicaid match, but only to the extent that the application of such funds to medicaid services does not diminish the level of crisis and commitment, community inpatient, residential care, and outpatient services presently available to persons not eligible for medicaid.

(2) INSTITUTIONAL SERVICES

General Fund--State Appropriation (FY 2010) ............... $119,423,000
General Fund--State Appropriation (FY 2011) ........ ($112,514,000)
$111,365,000
General Fund--Federal Appropriation ................. ($152,195,000)
$154,399,000
General Fund--Private/Local Appropriation .......... ($63,873,000)
$64,789,000
TOTAL APPROPRIATION .......................... ($448,005,000)
$449,976,000

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

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

(b) $231,000 of the general fund--state appropriation for fiscal year 2008 and $216,000 of the general fund--state appropriation for fiscal year 2009 are provided solely for a community partnership between western state hospital and the city of Lakewood to support community policing efforts in the Lakewood community surrounding western state hospital. The amounts provided in this subsection (2)(b) are for the salaries, benefits, supplies, and equipment for one full-time investigator, one full-time police officer, and one full-time community service officer at the city of Lakewood.
(c) $45,000 of the general fund--state appropriation for fiscal year 2010 and $42,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for payment to the city of Lakewood for police services provided by the city at western state hospital and adjacent areas.

(d) $187,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for support of the psychiatric security review panel established pursuant to Senate Bill No. 6610. If Senate Bill No. 6610 is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

(3) SPECIAL PROJECTS

General Fund--State Appropriation (FY 2010) .................. $1,819,000
General Fund--State Appropriation (FY 2011) .................. $1,961,000
General Fund--Federal Appropriation ......................... ($2,142,000)

$2,538,000

TOTAL APPROPRIATION ............................... ($5,922,000)

$6,318,000

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

(a) $1,511,000 of the general fund--state appropriation for fiscal year 2010 and $1,416,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for children's evidence based mental health services. Funding is sufficient to continue serving children at the same levels as fiscal year 2009.

(b) $94,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for consultation, training, and technical assistance to regional support networks on strategies for effective service delivery in very sparsely populated counties.

(c) $56,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for the department to contract with the Washington state institute for public policy for completion of the research reviews to be conducted in accordance with chapter 263, Laws of 2010.

(d) $56,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for the department to contract with the Washington state institute for public policy for completion of the research reviews to be conducted in accordance with section 1, chapter 280, Laws of 2010.
(e) $56,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for implementation of sections 2 and 3, chapter 280, Laws of 2010. The department shall use these funds to contract with the Washington state institute for public policy for completion of an assessment of (i) the extent to which the number of persons involuntarily committed for 3, 14, and 90 days is likely to increase as a result of the revised commitment standards; (ii) the availability of community treatment capacity to accommodate that increase; (iii) strategies for cost-effectively leveraging state, local, and private resources to increase community involuntary treatment capacity; and (iv) the extent to which increases in involuntary commitments are likely to be offset by reduced utilization of correctional facilities, publicly-funded medical care, and state psychiatric hospitalizations.

(4) PROGRAM SUPPORT

General Fund--State Appropriation (FY 2010) ............... $4,078,000
General Fund--State Appropriation (FY 2011) ....... (($3,722,000))

General Fund--Federal Appropriation ................. (($7,207,000))

TOTAL APPROPRIATION ...................... (($15,007,000))

$15,000,000

The department is authorized and encouraged to continue its contract with the Washington state institute for public policy to provide a longitudinal analysis of long-term mental health outcomes as directed in chapter 334, Laws of 2001 (mental health performance audit); to build upon the evaluation of the impacts of chapter 214, Laws of 1999 (mentally ill offenders); and to assess program outcomes and cost effectiveness of the children's mental health pilot projects as required by chapter 372, Laws of 2006.

Sec. 1105. 2011 c 5 s 204 (uncodified) is amended to read as follows:

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

(1) COMMUNITY SERVICES

General Fund--State Appropriation (FY 2010) .......... $307,348,000
General Fund--State Appropriation (FY 2011) ...... (($321,752,000))
General Fund--Federal Appropriation  

($890,274,000)

$329,639,000

TOTAL APPROPRIATION  

($1,519,374,000)

$870,232,000

$1,507,219,000

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

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

(b)(i) Amounts appropriated in this section reflect a reduction to funds appropriated for in-home care. The department shall reduce the number of in-home hours authorized. The reduction shall be scaled based on the acuity level of care recipients. The largest hour reductions shall be to lower acuity patients and the smallest hour reductions shall be to higher acuity patients. In doing so, the department shall comply with all maintenance of effort requirements contained in the American reinvestment and recovery act.

(ii) $508,000 of the general fund--state appropriation for fiscal year 2011 and $822,000 of the general fund--federal appropriation are provided solely for the department to partially restore the reductions to in-home care that are taken in (b)(i) of this subsection. The department will use the same formula to restore personal care hours that it used to reduce personal care hours.

(c) Amounts appropriated in this section are sufficient to develop and implement the use of a consistent, statewide outcome-based vendor contract for employment and day services by April 1, 2011. The rates paid to vendors under this contract shall also be made consistent. In its description of activities the agency shall include activity listings and dollars appropriated for: Employment services, day services, child development services and county administration of services to the developmentally disabled. The department shall begin reporting to the office of financial management on these activities beginning in fiscal year 2010.

(d) $302,000 of the general fund--state appropriation for fiscal year 2010, $831,000 of the general fund--state appropriation for fiscal year 2011, and $1,592,000 of the general fund--federal appropriation
are provided solely for health care benefits pursuant to a collective
bargaining agreement negotiated with the exclusive bargaining
representative of individual providers established under RCW
74.39A.270.

(e)(i) $682,000 of the general fund--state appropriation for fiscal
year 2010, $1,651,000 of the general fund--state appropriation for
fiscal year 2011, and $1,678,000 of the general fund--federal
appropriation are provided solely for the state's contribution to the
training partnership, as provided in RCW 74.39A.360, pursuant to a
collective bargaining agreement negotiated with the exclusive
bargaining representative of individual providers established under RCW
74.39A.270.

(ii) The federal portion of the amounts in this subsection ((g))
is contingent upon federal approval of participation in contributions
to the trust and shall remain unallotted and placed in reserve status
until the office of financial management and the department of social
and health services receive federal approval.

(iii) Expenditures for the purposes specified in this subsection
((g)) shall not exceed the amounts provided in this subsection.

(f) Within the amounts appropriated in this subsection (1), the
department shall implement all necessary rules to facilitate the
transfer to a department home and community-based services (HCBS)
waiver of all eligible individuals who (i) currently receive services
under the existing state-only employment and day program or the
existing state-only residential program, and (ii) otherwise meet the
waiver eligibility requirements. The amounts appropriated are
sufficient to ensure that all individuals currently receiving services
under the state-only employment and day and state-only residential
programs who are not transferred to a department HCBS waiver will
continue to receive services.

(g) In addition to other reductions, the appropriations in this
subsection reflect reductions targeted specifically to state government
administrative costs. These administrative reductions shall be
achieved, to the greatest extent possible, by reducing those
administrative costs that do not affect direct client services or
direct service delivery or programs.

(h) The department shall not pay a home care agency licensed under
chapter 70.127 RCW for personal care services provided by a family member, pursuant to Substitute House Bill No. 2361 (modifying state payments for in-home care).

(i) Within the appropriations of this section, the department shall reduce all seventeen payment levels of the seventeen-level payment system from the fiscal year 2009 levels for boarding homes, boarding homes contracted as assisted living, and adult family homes. Excluded from the reductions are exceptional care rate add-ons. The long-term care program may develop add-ons to pay exceptional care rates to adult family homes and boarding homes with specialty contracts to provide support for the following specifically eligible clients:

(i) Persons with AIDS or HIV-related diseases who might otherwise require nursing home or hospital care;

(ii) Persons with Alzheimer's disease and related dementia who might otherwise require nursing home care; and

(iii) Persons with co-occurring mental illness and long-term care needs who are eligible for expanded community services and who might otherwise require state and local psychiatric hospital care.

Within amounts appropriated, exceptional add-on rates for AIDS/HIV, dementia specialty care, and expanded community services may be standardized within each program.

(j) The amounts appropriated in this subsection reflect a reduction in funds available for employment and day services. In administering this reduction the department shall negotiate with counties and their vendors so that this reduction, to the greatest extent possible, is achieved by reducing vendor rates and allowable contract administrative charges (overhead) and not through reductions to direct client services or direct service delivery or programs.

(k) As part of the needs assessment instrument, the department may collect data on family income for minor children with developmental disabilities and all individuals who are receiving state-only funded services. The department may ensure that this information is collected as part of the client assessment process.

(1) $116,000 of the general fund--state appropriation for fiscal year 2010, $2,133,000 of the general fund--state appropriation for fiscal year 2011, and $1,772,000 of the general fund--federal appropriation are provided solely for employment services and required waiver services. Priority consideration for this new funding shall be
young adults with developmental disabilities living with their family who need employment opportunities and assistance after high school graduation. Services shall be provided for both waiver and nonwaiver clients.

(m) $81,000 of the general fund--state appropriation for fiscal year 2010, $599,000 of the general fund--state appropriation for fiscal year 2011, and $1,111,000 of the general fund--federal appropriation are provided solely for the department to provide employment and day services for eligible students who are currently on a waiver and will graduate from high school during fiscal years 2010 and 2011.

(n) The automatic award of additional hours of personal care for people with special meal preparation or incontinence needs is eliminated. Authorization of service hours will be based upon the individual's assessed needs.

(o) $75,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for the restoration of direct support to local organizations that utilize parent-to-parent networks and communication to promote access and quality of care for individuals with developmental disabilities and their families.

(2) INSTITUTIONAL SERVICES

<table>
<thead>
<tr>
<th>Source</th>
<th>FY 2010</th>
<th>FY 2011</th>
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<tr>
<td>General Fund--State Appropriation (FY 2010)</td>
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<td>($62,551,000)</td>
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<tr>
<td>General Fund--State Appropriation (FY 2011)</td>
<td>($66,554,000)</td>
<td>($200,262,000)</td>
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<td>General Fund--Federal Appropriation</td>
<td>($205,440,000)</td>
<td>($22,657,000)</td>
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<tr>
<td>General Fund--Private/Local Appropriation</td>
<td>($22,357,000)</td>
<td>($351,770,000)</td>
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<td>TOTAL APPROPRIATION</td>
<td>($351,770,000)</td>
<td>$350,895,000</td>
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</tbody>
</table>

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

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

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

(c) $721,000 of the general fund--state appropriation for fiscal year 2010 and $721,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the department to fulfill its contracts with the school districts under chapter 28A.190 RCW to provide transportation, building space, and other support services as are reasonably necessary to support the educational programs of students living in residential habilitation centers.

(d) In addition to other reductions, the appropriations in this subsection reflect reductions targeted specifically to state government administrative costs. These administrative reductions shall be achieved, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or programs.

(3) PROGRAM SUPPORT

General Fund--State Appropriation (FY 2010) .............. $1,407,000
General Fund--State Appropriation (FY 2011) .............. $1,341,000
General Fund--Federal Appropriation ..................... (($1,263,000))

$1,277,000

TOTAL APPROPRIATION .................. (($4,011,000))

$4,025,000

The appropriations in this subsection are subject to the following conditions and limitations: In addition to other reductions, the appropriations in this subsection reflect reductions targeted specifically to state government administrative costs. These administrative reductions shall be achieved, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or programs.

(4) SPECIAL PROJECTS

General Fund--Federal Appropriation ..................... (($10,171,000))

$10,157,000

The appropriation in this subsection is subject to the following conditions and limitations: The appropriations in this subsection are available solely for the infant toddler early intervention program and the money follows the person program as defined by this federal grant.
Sec. 1106. 2011 c 5 s 205 (uncodified) is amended to read as follows:

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

General Fund--State Appropriation (FY 2010) . . . . . . . $616,837,000
General Fund--State Appropriation (FY 2011) . . . . . ((($606,962,000)) $647,131,000
General Fund--Federal Appropriation . . . . . . . . . . . (($1,917,607,000)) $1,922,938,000
General Fund--Private/Local Appropriation . . . . . . . . . $18,013,000
Traumatic Brain Injury Account--State Appropriation . ... $4,136,000
Skilled Nursing Facility Safety Net Assessment
Fund--State Appropriation . . . . . . . . . . . . . . . . . . . . $13,988,000

TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . ((($3,163,555,000)) $3,223,043,000

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

(1) For purposes of implementing chapter 74.46 RCW, the weighted average nursing facility payment rate shall not exceed $169.85 for fiscal year 2010 and shall not exceed (($161.86)) $167.02 for fiscal year 2011, including the rate add-on described in subsection (12) of this section. There will be no adjustments for economic trends and conditions in fiscal years 2010 and 2011. The economic trends and conditions factor or factors defined in the biennial appropriations act shall not be compounded with the economic trends and conditions factor or factors defined in any other biennial appropriations acts before applying it to the component rate allocations established in accordance with chapter 74.46 RCW. When no economic trends and conditions factor for either fiscal year is defined in a biennial appropriations act, no economic trends and conditions factor or factors defined in any earlier biennial appropriations act shall be applied solely or compounded to the component rate allocations established in accordance with chapter 74.46 RCW.

(a) $2,093,000 of the skilled nursing facility safety net assessment fund--state appropriation and $2,609,000 of the general fund--federal appropriation are provided solely for an acuity based add-on to the direct care rate. The department shall determine the resident acuity add-on pursuant to House Bill No. 1722 or Substitute
Senate Bill No. 5581 (nursing home safety net assessment) using a nine percent add-on for facilities in the highest acuity quartile, a six percent add-on for facilities in the next quartile, three percent for facilities in the next quartile, and a negative one percent add-on for facilities in the lowest acuity quartile. If House Bill No. 1722 or Substitute Senate Bill No. 5581 (nursing home safety net assessment) is not enacted, the amounts provided in this subsection shall lapse. For fiscal year 2011, this add-on shall not be included in the rate limit specified in this subsection and shall not be included in settlement calculations for calendar year 2011.

(b) $844,000 of the skilled nursing facility safety net assessment fund--state appropriation and $1,053,000 of the general fund--federal appropriation are provided solely for a rate enhancement available to all nursing facilities participating in the state's medicaid program. The add-on shall be calculated as follows: Seven percent add-on to the direct care rate, three percent add-on to the therapy care rate, and five percent add-on to each of the support services, and operations components. If House Bill No. 1722 or Substitute Senate Bill No. 5581 (nursing home safety net assessment) is not enacted, the amounts provided in this subsection shall lapse. For fiscal year 2011, this add-on shall not be included in the rate limit specified in this subsection and shall not be included in settlement calculations for calendar year 2011.

(c) The rate add-ons provided in (a) and (b) of this subsection are discretionary and are provided in addition to the base nursing facility rate. The legislature has examined actual nursing facility cost information and finds that the nursing facility rates funded pursuant to the budget dials specified in (a) of this subsection are sufficient to reimburse efficient and economically operating homes. The legislature's choice to fund the add-ons specified in (a) and (b) of this subsection in any year is not indicative of an obligation to fund the add-ons in any subsequent year.

(2) After examining actual nursing facility cost information, the legislature finds that the medicaid nursing facility rates calculated pursuant to Substitute House Bill No. 3202 or Substitute Senate Bill No. 6872 (nursing facility medicaid payments) provide sufficient reimbursement to efficient and economically operating nursing facilities and bears a reasonable relationship to costs.
(3) In accordance with chapter 74.46 RCW, the department shall issue no additional certificates of capital authorization for fiscal year 2010 and no new certificates of capital authorization for fiscal year 2011 and shall grant no rate add-ons to payment rates for capital improvements not requiring a certificate of need and a certificate of capital authorization for fiscal year 2011.

(4) The long-term care program may develop and pay enhanced rates for exceptional care to nursing homes for persons with traumatic brain injuries who are transitioning from hospital care. The cost per patient day for caring for these clients in a nursing home setting may be equal to or less than the cost of caring for these clients in a hospital setting.

(5) Within the appropriations of this section, the department shall reduce all seventeen payment levels of the seventeen-level payment system from the fiscal year 2009 levels for boarding homes, boarding homes contracted as assisted living, and adult family homes. Excluded from the reductions are exceptional care rate add-ons. The long-term care program may develop add-ons to pay exceptional care rates to adult family homes and boarding homes with specialty contracts to provide support for the following specifically eligible clients:

(a) Persons with AIDS or HIV-related diseases who might otherwise require nursing home or hospital care;

(b) Persons with Alzheimer's disease and related dementia who might otherwise require nursing home care; and

(c) Persons with co-occurring mental illness and long-term care needs who are eligible for expanded community services and who might otherwise require state and local psychiatric hospital care.

Within amounts appropriated, exceptional add-on rates for AIDS/HIV, dementia specialty care, and expanded community services may be standardized within each program.

(6)(a) Amounts appropriated in this section reflect a reduction to funds appropriated for in-home care. The department shall reduce the number of in-home hours authorized. The reduction shall be scaled based on the acuity level of care recipients. The largest hour reductions shall be to lower acuity patients and the smallest hour reductions shall be to higher acuity patients. In doing so, the department shall comply with all maintenance of effort requirements contained in the American reinvestment and recovery act.
(b) $3,070,000 of the general fund--state appropriation for fiscal year 2011 and $4,980,000 of the general fund--federal appropriation are provided solely for the department to partially restore the reduction to in-home care that are taken in (a) of this subsection. The department will use the same formula to restore personal care hours that it used to reduce personal care hours.

(7) $536,000 of the general fund--state appropriation for fiscal year 2010, $1,477,000 of the general fund--state appropriation for fiscal year 2011, and $2,830,000 of the general fund--federal appropriation are provided solely for health care benefits pursuant to a collective bargaining agreement negotiated with the exclusive bargaining representative of individual providers established under RCW 74.39A.270.

(8)(a) $1,212,000 of the general fund--state appropriation for fiscal year 2010, $2,934,000 of the general fund--state appropriation for fiscal year 2011, and $2,982,000 of the general fund--federal appropriation are provided solely for the state's contribution to the training partnership, as provided in RCW 74.39A.360, pursuant to a collective bargaining agreement negotiated with the exclusive bargaining representative of individual providers established under RCW 74.39A.270.

(b) $330,000 of the general fund--state appropriation for fiscal year 2010, $660,000 of the general fund--state appropriation for fiscal year 2011, and $810,000 of the general fund--federal appropriation are provided solely for transfer from the department to the training partnership, as provided in RCW 74.39A.360, for infrastructure and instructional costs associated with training of individual providers, pursuant to a collective bargaining agreement negotiated with the exclusive bargaining representative of individual providers established under RCW 74.39A.270.

(c) The federal portion of the amounts in this subsection is contingent upon federal approval of participation in contributions to the trust and shall remain unallotted and placed in reserve status until the office of financial management and the department of social and health services receive federal approval.

(d) Expenditures for the purposes specified in this subsection shall not exceed the amounts provided in this subsection.
(9) Within the amounts appropriated in this section, the department may expand the new freedom waiver program to accommodate new waiver recipients throughout the state. As possible, and in compliance with current state and federal laws, the department shall allow current waiver recipients to transfer to the new freedom waiver.

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

(11) $3,955,000 of the general fund--state appropriation for fiscal year 2010, $3,972,000 of the general fund--state appropriation for fiscal year 2011, and $10,190,000 of the general fund--federal appropriation are provided solely for the continued operation of community residential and support services for persons who are older adults or who have co-occurring medical and behavioral disorders and who have been discharged or diverted from a state psychiatric hospital. These funds shall be used to serve individuals whose treatment needs constitute substantial barriers to community placement, who no longer require active psychiatric treatment at an inpatient hospital level of care, and who no longer meet the criteria for inpatient involuntary commitment. Coordination of these services will be done in partnership between the mental health program and the aging and disability services administration.

(12) Within the funds provided, the department shall continue to provide an add-on per medicaid resident day per facility not to exceed $1.57. The add-on shall be used to increase wages, benefits, and/or staffing levels for certified nurse aides; or to increase wages and/or benefits for dietary aides, housekeepers, laundry aides, or any other category of worker whose statewide average dollars-per-hour wage was less than $15 in calendar year 2008, according to cost report data. The add-on may also be used to address resulting wage compression for related job classes immediately affected by wage increases to low-wage workers. The department shall continue reporting requirements and a settlement process to ensure that the funds are spent according to this subsection. The department shall adopt rules to implement the terms of this subsection.

(13) $1,840,000 of the general fund--state appropriation for fiscal year 2010 and $1,759,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for operation of the volunteer
services program. Funding shall be prioritized towards serving
populations traditionally served by long-term care services to include
senior citizens and persons with disabilities.

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

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

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

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

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

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

(16) The department shall contract for housing with service models,
such as cluster care, to create efficiencies in service delivery and
responsiveness to unscheduled personal care needs by clustering hours
for clients that live in close proximity to each other.

(17) The department shall not pay a home care agency licensed under
chapter 70.127 RCW for personal care services provided by a family
member, pursuant to Substitute House Bill No. 2361 (modifying state
payments for in-home care).

(18) $209,000 of the general fund--state appropriation for fiscal
year 2010, $732,000 of the general fund--state appropriation for fiscal
year 2011, and $1,293,000 of the general fund--federal appropriation
are provided solely to implement Engrossed House Bill No. 2194 (extraordinary medical placement for offenders). The department shall work in partnership with the department of corrections to identify services and find placements for offenders who are released through the extraordinary medical placement program. The department shall collaborate with the department of corrections to identify and track cost savings to the department of corrections, including medical cost savings and to identify and track expenditures incurred by the aging and disability services program for community services and by the medical assistance program for medical expenses. A joint report regarding the identified savings and expenditures shall be provided to the office of financial management and the appropriate fiscal committees of the legislature by November 30, 2010. If this bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(19) In accordance with RCW 18.51.050, 18.20.050, and 43.135.055, the department is authorized to increase nursing facility and boarding home fees in fiscal year 2011 as necessary to meet the actual costs of conducting the licensure, inspection, and regulatory programs.

(a) $1,035,000 of the general fund--private/local appropriation assumes that the current annual renewal license fee for nursing facilities shall be increased to $327 per bed beginning in fiscal year 2011.

(b) $1,806,000 of the general fund--local appropriation assumes that the current annual renewal license fee for boarding homes shall be increased to $106 per bed beginning in fiscal year 2011.

(20) $2,566,000 of the traumatic brain injury account--state appropriation is provided solely to continue services for persons with traumatic brain injury (TBI) as defined in RCW 74.31.020 through 74.31.050. The TBI advisory council shall provide a report to the legislature by December 1, 2010, on the effectiveness of the functions overseen by the council and shall provide recommendations on the development of critical services for individuals with traumatic brain injury.

(21) The automatic award of additional hours of personal care for people with special meal preparation or incontinence needs is eliminated. Authorization of service hours will be based upon the individual's assessed needs.
(22) For calendar year 2009, the department shall calculate split settlements covering two periods January 1, 2009, through June 30, 2009, and July 1, 2009, through December 31, 2009. For the second period beginning July 1, 2009, the department may partially or totally waive settlements only in specific cases where a nursing home can demonstrate significant decreases in costs from the first period.

(23) $72,000 of the traumatic brain injury account appropriation and $116,000 of the general fund--federal appropriation are provided solely for a direct care rate add-on to any nursing facility specializing in the care of residents with traumatic brain injuries where more than 50 percent of residents are classified with this condition based upon the federal minimum data set assessment.

(24) $69,000 of the general fund--state appropriation for fiscal year 2010, $1,289,000 of the general fund--state appropriation for fiscal year 2011, and $2,050,000 of the general fund--federal appropriation are provided solely for the department to maintain enrollment in the adult day health services program. New enrollments are authorized for up to 1,575 clients or to the extent that appropriated funds are available to cover additional clients.

(25) $937,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for the department to contract for the provision of an individual provider referral registry.

(26) $94,000 of the general fund--state appropriation for fiscal year 2011 and $100,000 of the general fund--federal appropriation are provided solely for the department to contract with a consultant to evaluate and make recommendations on a pay-for-performance payment subsidy system. The department shall organize one workgroup meeting with the consultant where nursing home stakeholders may provide input on pay-for-performance ideas. The consultant shall review pay-for-performance strategies used in other states to sustain and enhance quality-improvement efforts in nursing facilities. The evaluation shall include a review of the centers for medicare and medicaid services demonstration project to explore the feasibility of pay-for-performance systems in medicare certified nursing facilities. The consultant shall develop a report to include:

(a) Best practices used in other states for pay-for-performance strategies incorporated into medicaid nursing home payment systems;

(b) The relevance of existing research to Washington state;
(c) A summary and review of suggestions for pay-for-performance strategies provided by nursing home stakeholders in Washington state; and

(d) An evaluation of the effectiveness of a variety of performance measures.

(27) $4,100,000 of the general fund--state appropriation for fiscal year 2010, $4,174,000 of the general fund--state appropriation for fiscal year 2011, and $8,124,000 of the general fund--federal appropriation are provided for the operation of the management services division of the aging and disability services administration. This includes but is not limited to the budget, contracts, accounting, decision support, information technology, and rate development activities for programs administered by the aging and disability services administration. Nothing in this subsection is intended to exempt the management services division of the aging and disability services administration from reductions directed by the secretary. However, funds provided in this subsection shall not be transferred elsewhere within the department nor used for any other purpose.

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

(29) In accordance with RCW 43.135.055, the department is authorized to adopt and increase the fees set forth in and previously authorized in section 206(19), chapter 37, Laws of 2010 1st sp.s.

Sec. 1107. 2011 c 5 s 206 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ECONOMIC SERVICES PROGRAM
General Fund--State Appropriation (FY 2010) ............ $564,242,000
General Fund--State Appropriation (FY 2011) ........ ((540,549,000))

567,683,000
General Fund--Federal Appropriation .................. (($1,219,423,000))

1,268,032,000
General Fund--Private/Local Appropriation .............. $37,816,000
Administrative Contingency Account--State
Appropriation ........................................... $24,336,000
The appropriations in this section are subject to the following conditions and limitations:

1. $303,393,000 of the general fund--state appropriation for fiscal year 2010, $285,699,000 of the general fund--state appropriation for fiscal year 2011 net of child support pass-through recoveries, $24,336,000 of the administrative contingency account--state appropriation, and $863,146,000 of the general fund--federal appropriation are provided solely for all components of the WorkFirst program. The department shall use moneys from the administrative contingency account for WorkFirst job placement services provided by the employment security department. Within the amounts provided for the WorkFirst program, the department may provide assistance using state-only funds for families eligible for temporary assistance for needy families. In addition, within the amounts provided for WorkFirst the department shall:

   a. Establish a career services work transition program;

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

   c. Submit a report electronically by October 1, 2009, to the fiscal committees of the legislature containing a spending plan for the WorkFirst program. The plan shall identify how spending levels in the 2009-2011 biennium will be adjusted to stay within available federal grant levels and the appropriated state-fund levels;

   d. Provide quarterly fiscal reports to the office of financial management and the legislative fiscal committees detailing information on the amount expended from general fund--state and general fund--federal by activity.

2. The department may establish a career services work transition program.
The department and the office of financial management shall electronically report quarterly the expenditures, maintenance of effort allotments, expenditure amounts, and caseloads for the WorkFirst program to the legislative fiscal committees.

$16,783,000 of the general fund--state appropriation for fiscal year 2011 and $19,027,000 of the general fund--federal appropriation are provided solely for all components of the WorkFirst program in order to maintain services to January 2011. The legislature intends to work with the governor to design and implement fiscal and programmatic modifications to provide for the sustainability of the program. The funding in this subsection assumes that no other expenditure reductions will be made prior to January 2011 other than those assumed in the appropriation levels in this act.

$94,322,000 of the general fund--state appropriation for fiscal year 2010 and $94,104,000 of the general fund--state appropriation for fiscal year 2011, net of recoveries, are provided solely for cash assistance and other services to recipients in the cash program pursuant to chapter 8, Laws of 2010 1st sp. sess. (security lifeline act), including persons in the unemployable, expedited, and aged, blind, and disabled components of the program. It is the intent of the legislature that the lifeline incapacity determination and progressive evaluation process regulations be carefully designed to accurately identify those persons who have been or will be incapacitated for at least ninety days. The incapacity determination and progressive evaluation process regulations in effect on January 1, 2010, cannot be amended until at least September 30, 2010; except that provisions related to the use of administrative review teams may be amended, and obsolete terminology and functional assessment language may be updated on or after July 1, 2010, in a manner that only minimally impacts the outcome of incapacity evaluations. After September 30, 2010, the incapacity determination and progressive evaluation process regulations may be amended only if the reports under (a) and (b) of this subsection have been submitted, and find that expenditures will exceed the appropriated level by three percent or more.

(a) The department and the caseload forecast council shall, by September 21, 2010, submit a report to the legislature based upon the most recent caseload forecast and actual expenditure data available, as
to whether expenditures for the lifeline-unemployable grants in fiscal
year 2011 will exceed $69,648,000 for fiscal year 2011 in the 2010
supplemental operating budget by three percent or more. If
expenditures will exceed the appropriated amount for
lifeline-unemployable grants by three percent or more, the department
may adopt regulations modifying incapacity determination and
progressive evaluation process regulations after September 30, 2010.

(b) On or before September 21, 2010, the department shall submit a
report to the relevant policy and fiscal committees of the legislature
that includes the following information regarding any regulations
proposed for adoption that would modify the lifeline incapacity
determination and progressive evaluation process:

(i) A copy of the proposed changes and a concise description of the
changes;

(ii) A description of the persons who would likely be affected by
adoption of the regulations, including their impairments, age,
education, and work history;

(iii) An estimate of the number of persons who, on a monthly basis
through June 2013, would be denied lifeline benefits if the regulations
were adopted, expressed as a number, as a percentage of total
applicants, and as a percentage of the number of persons granted
lifeline benefits in each month;

(iv) An estimate of the number of persons who, on a monthly basis
through June 2013, would have their lifeline benefits terminated
following an eligibility review if the regulations were adopted,
expressed as a number, as a percentage of the number of persons who
have had an eligibility review in each month, and as a percentage of
the total number of persons currently receiving lifeline-unemployable
benefits in each month; and

(v) Intended improvements in employment or treatment outcomes among
persons receiving lifeline benefits that could be attributable to the
changes in the regulations.

(c) Within these amounts:

(i) The department shall aggressively pursue opportunities to
transfer lifeline clients to general assistance expedited coverage and
to facilitate client applications for federal supplemental security
income when the client's incapacities indicate that he or she would be
likely to meet the federal disability criteria for supplemental
security income. The department shall initiate and file the federal supplemental security income interim agreement as quickly as possible in order to maximize the recovery of federal funds;

(ii) The department shall review the lifeline caseload to identify recipients that would benefit from assistance in becoming naturalized citizens, and thus be eligible to receive federal supplemental security income benefits. Those cases shall be given high priority for naturalization funding through the department;

(iii) The department shall actively coordinate with local workforce development councils to expedite access to worker retraining programs for lifeline clients in those regions of the state with the greatest number of such clients;

(iv) By July 1, 2009, the department shall enter into an interagency agreement with the department of veterans' affairs to establish a process for referral of veterans who may be eligible for veteran's services. This agreement must include outstationing department of veterans' affairs staff in selected community service office locations in King and Pierce counties to facilitate applications for veterans' services; and

(v) In addition to any earlier evaluation that may have been conducted, the department shall intensively evaluate those clients who have been receiving lifeline benefits for twelve months or more as of July 1, 2009, or thereafter, if the available medical and incapacity related evidence indicates that the client is unlikely to meet the disability standard for federal supplemental security income benefits. The evaluation shall identify services necessary to eliminate or minimize barriers to employment, including mental health treatment, substance abuse treatment and vocational rehabilitation services. The department shall expedite referrals to chemical dependency treatment, mental health and vocational rehabilitation services for these clients.

(vi) The appropriations in this subsection reflect a change in the earned income disregard policy for lifeline clients. It is the intent of the legislature that the department shall adopt the temporary assistance for needy families earned income policy for the lifeline program.

(55) (6) $750,000 of the general fund--state appropriation for fiscal year 2010 and $500,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for naturalization services.
$3,550,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for refugee employment services, of which $2,650,000 is provided solely for the department to pass through to statewide refugee assistance organizations for limited English proficiency pathway services; and $2,050,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for refugee employment services, of which $1,540,000 is provided solely for the department to pass through to statewide refugee assistance organizations for limited English proficiency pathway services.

The appropriations in this section reflect reductions in the appropriations for the economic services administration's administrative expenses. It is the intent of the legislature that these reductions shall be achieved, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or program.

$855,000 of the general fund--state appropriation for fiscal year 2011, $719,000 of the general fund--federal appropriation, and $2,907,000 of the general fund--private/local appropriation are provided solely for the implementation of the opportunity portal, the food stamp employment and training program, and the disability lifeline program under Second Substitute House Bill No. 2782 (security lifeline act). If the bill is not enacted by June 30, 2010, the amounts provided in this subsection shall lapse.

$100,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for the department to award grants to small mutual assistance or small community-based organizations that contract with the department for immigrant and refugee assistance services. The funds shall be awarded to provide funding for community groups to provide transitional assistance, language skills, and other resources to improve refugees' economic self-sufficiency through the effective use of social services, financial services, and medical assistance.

To ensure expenditures remain within available funds appropriated in this section, the legislature establishes the benefit under the state food assistance program, made pursuant to RCW 74.08A.120, to be fifty percent of the federal supplemental nutrition assistance program benefit amount.
Sec. 1108. 2011 c 5 s 207 (uncodified) is amended to read as follows:

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

General Fund--State Appropriation (FY 2010) ............ $81,982,000
General Fund--State Appropriation (FY 2011) ............ ($77,065,000)
$77,818,000
General Fund--Federal Appropriation ................. ($151,574,000)
$152,619,000
General Fund--Private/Local Appropriation .......... $2,718,000

Criminal Justice Treatment Account--State
Appropriation ................................................ $17,743,000

Problem Gambling Account--State Appropriation ......... $1,456,000

TOTAL APPROPRIATION .................................. ($332,538,000)
$334,336,000

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

(1) Within the amounts appropriated in this section, the department may contract with the University of Washington and community-based providers for the provision of the parent-child assistance program. For all contractors, indirect charges for administering the program shall not exceed ten percent of the total contract amount.

(2) Within the amounts appropriated in this section, the department shall continue to provide for chemical dependency treatment services for adult medicaid eligible and general assistance-unemployable patients.

(3) In addition to other reductions, the appropriations in this section reflect reductions targeted specifically to state government administrative costs. These administrative reductions shall be achieved, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or programs.

(4) Funding is provided for the implementation of the lifeline program under Second Substitute House Bill No. 2782 (security lifeline act). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

(5) $3,500,000 of the general fund--federal appropriation (from the
substance abuse prevention and treatment federal block grant) is provided solely for the continued funding of existing county drug and alcohol use prevention programs.

Sec. 1109. 2011 c 5 s 208 (uncodified) is amended to read as follows:

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

General Fund--State Appropriation (FY 2010) . . . . . . . . $1,697,203,000
General Fund--State Appropriation (FY 2011) . . . . (($1,737,303,000)) $1,816,016,000
General Fund--Federal Appropriation . . . . . . . (($6,047,405,000)) $5,901,950,000
General Fund--Private/Local Appropriation . . . . . . (($38,509,000)) $37,397,000

Emergency Medical Services and Trauma Care Systems
Trust Account--State Appropriation . . . . . . . . . . . . . $15,075,000
Tobacco Prevention and Control Account--
State Appropriation . . . . . . . . . . . . . . . . . . . . (($4,464,000)) $3,798,000

Hospital Safety Net Assessment Fund--State
Appropriation . . . . . . . . . . . . . . . . . . . . . . . (($260,057,000)) $254,974,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . (($9,800,016,000)) $9,726,413,000

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

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

(2) In determining financial eligibility for medicaid-funded services, the department is authorized to disregard recoveries by Holocaust survivors of insurance proceeds or other assets, as defined in RCW 48.104.030.
(3) The legislature affirms that it is in the state's interest for Harborview medical center to remain an economically viable component of the state's health care system.

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

(5) ((In accordance with RCW 74.46.625,)) $6,000,000 of the general fund--federal appropriation is provided solely for supplemental payments to nursing homes operated by public hospital districts. The public hospital district shall be responsible for providing the required nonfederal match for the supplemental payment, and the payments shall not exceed the maximum allowable under federal rules. It is the legislature's intent that the payments shall be supplemental to and shall not in any way offset or reduce the payments calculated and provided in accordance with part E of chapter 74.46 RCW. It is the legislature's further intent that costs otherwise allowable for rate-setting and settlement against payments under chapter 74.46 RCW shall not be disallowed solely because such costs have been paid by revenues retained by the nursing home from these supplemental payments. The supplemental payments are subject to retrospective interim and final cost settlements based on the nursing homes' as-filed and final medicare cost reports. The timing of the interim and final cost settlements shall be at the department's discretion. During either the interim cost settlement or the final cost settlement, the department shall recoup from the public hospital districts the supplemental payments that exceed the medicaid cost limit and/or the medicare upper payment limit. The department shall apply federal rules for identifying the eligible incurred medicaid costs and the medicare upper payment limit.

(6) $649,000 of the general fund--federal appropriation and $644,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for grants to rural hospitals. The department shall distribute the funds under a formula that provides a relatively larger share of the available funding to hospitals that (a) serve a disproportionate share of low-income and medically indigent patients, and (b) have relatively smaller net financial margins, to the extent allowed by the federal medicaid program.
(7) $5,729,000 of the general fund--state appropriation for fiscal year 2011, and $5,776,000 of the general fund--federal appropriation are provided solely for grants to nonrural hospitals. The department shall distribute the funds under a formula that provides a relatively larger share of the available funding to hospitals that (a) serve a disproportionate share of low-income and medically indigent patients, and (b) have relatively smaller net financial margins, to the extent allowed by the federal medicaid program.

(8) The department shall continue the inpatient hospital certified public expenditures program for the 2009-11 biennium. The program shall apply to all public hospitals, including those owned or operated by the state, except those classified as critical access hospitals or state psychiatric institutions. The department shall submit reports to the governor and legislature by November 1, 2009, and by November 1, 2010, that evaluate whether savings continue to exceed costs for this program. If the certified public expenditures (CPE) program in its current form is no longer cost-effective to maintain, the department shall submit a report to the governor and legislature detailing cost-effective alternative uses of local, state, and federal resources as a replacement for this program. During fiscal year 2010 and fiscal year 2011, hospitals in the program shall be paid and shall retain one hundred percent of the federal portion of the allowable hospital cost for each medicaid inpatient fee-for-service claim payable by medical assistance and one hundred percent of the federal portion of the maximum disproportionate share hospital payment allowable under federal regulations. Inpatient medicaid payments shall be established using an allowable methodology that approximates the cost of claims submitted by the hospitals. Payments made to each hospital in the program in each fiscal year of the biennium shall be compared to a baseline amount. The baseline amount will be determined by the total of (a) the inpatient claim payment amounts that would have been paid during the fiscal year had the hospital not been in the CPE program based on the reimbursement rates developed, implemented, and consistent with policies approved in the 2009-11 biennial operating appropriations act (chapter 564, Laws of 2009) and in effect on July 1, 2009, (b) one half of the indigent assistance disproportionate share hospital payment amounts paid to and retained by each hospital during fiscal year 2005, and (c) all of the other disproportionate share hospital payment amounts.
amounts paid to and retained by each hospital during fiscal year 2005 to the extent the same disproportionate share hospital programs exist in the 2009-11 biennium. If payments during the fiscal year exceed the hospital's baseline amount, no additional payments will be made to the hospital except the federal portion of allowable disproportionate share hospital payments for which the hospital can certify allowable match. If payments during the fiscal year are less than the baseline amount, the hospital will be paid a state grant equal to the difference between payments during the fiscal year and the applicable baseline amount. Payment of the state grant shall be made in the applicable fiscal year and distributed in monthly payments. The grants will be recalculated and redistributed as the baseline is updated during the fiscal year. The grant payments are subject to an interim settlement within eleven months after the end of the fiscal year. A final settlement shall be performed. To the extent that either settlement determines that a hospital has received funds in excess of what it would have received as described in this subsection, the hospital must repay the excess amounts to the state when requested.

$20,403,000 of the general fund--state appropriation for fiscal year 2010, of which $6,570,000 is appropriated in section 1104(1) of this act, and $15,113,000 of the general fund--state appropriation for fiscal year 2011, of which $6,570,000 is appropriated in section 1104(1) of this act, are provided solely for state grants for the participating hospitals. CPE hospitals will receive the inpatient and outpatient reimbursement rate restorations in section 9 and rate increases in section 10(1)(b) of Engrossed Second Substitute House Bill No. 2956 (hospital safety net assessment) funded through the hospital safety net assessment fund rather than through the baseline mechanism specified in this subsection.

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

(10) $93,000 of the general fund--state appropriation for fiscal year 2010 and $93,000 of the general fund--federal appropriation are provided solely for the department to pursue a federal Medicaid waiver pursuant to Second Substitute Senate Bill No. 5945 (Washington health partnership plan). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.
The department shall require managed health care systems that have contracts with the department to serve medical assistance clients to limit any reimbursements or payments the systems make to providers not employed by or under contract with the systems to no more than the medical assistance rates paid by the department to providers for comparable services rendered to clients in the fee-for-service delivery system.

A maximum of ($241,141,000) $247,809,000 in total funds from the general fund—state, general fund—federal, and tobacco and prevention control account—state appropriations may be expended in the fiscal biennium for the medical program pursuant to chapter 8, Laws of 2010 1st sp. sess. (security lifeline act), and these amounts are provided solely for this program. Of these amounts, $10,749,000 of the general fund—state appropriation for fiscal year 2010 and $10,892,000 of the general fund—federal appropriation are provided solely for payments to hospitals for providing outpatient services to low income patients who are recipients of lifeline benefits. Pursuant to RCW 74.09.035, the department shall not expend for the lifeline medical care services program any amounts in excess of the amounts provided in this subsection.

Mental health services shall be included in the services provided through the managed care system for lifeline clients under chapter 8, Laws of 2010 1st sp. sess. In transitioning lifeline clients to managed care, the department shall attempt to deliver care to lifeline clients through medical homes in community and migrant health centers. The department, in collaboration with the carrier, shall seek to improve the transition rate of lifeline clients to the federal supplemental security income program. The department shall renegotiate the contract with the managed care plan that provides services for lifeline clients to maximize state retention of future hospital savings as a result of improved care coordination. The department, in collaboration with stakeholders, shall propose a new name for the lifeline program.

The department shall evaluate the impact of the use of a managed care delivery and financing system on state costs and outcomes for lifeline medical clients. Outcomes measured shall include state costs, utilization, changes in mental health status and symptoms, and involvement in the criminal justice system.
(15) The department shall report to the governor and the fiscal committees of the legislature by June 1, 2010, on its progress toward achieving a twenty percentage point increase in the generic prescription drug utilization rate.

(16) State funds shall not be used by hospitals for advertising purposes.

(17) $24,356,000 of the general fund--private/local appropriation and $35,707,000 of the general fund--federal appropriation are provided solely for the implementation of professional services supplemental payment programs. The department shall seek a medicaid state plan amendment to create a professional services supplemental payment program for University of Washington medicine professional providers no later than July 1, 2009. The department shall apply federal rules for identifying the shortfall between current fee-for-service medicaid payments to participating providers and the applicable federal upper payment limit. Participating providers shall be solely responsible for providing the local funds required to obtain federal matching funds. Any incremental costs incurred by the department in the development, implementation, and maintenance of this program will be the responsibility of the participating providers. Participating providers will retain the full amount of supplemental payments provided under this program, net of any potential costs for any related audits or litigation brought against the state. The department shall report to the governor and the legislative fiscal committees on the prospects for expansion of the program to other qualifying providers as soon as feasibility is determined but no later than December 31, 2009. The report will outline estimated impacts on the participating providers, the procedures necessary to comply with federal guidelines, and the administrative resource requirements necessary to implement the program. The department will create a process for expansion of the program to other qualifying providers as soon as it is determined feasible by both the department and providers but no later than June 30, 2010.

(18) $9,075,000 of the general fund--state appropriation for fiscal year 2010, $8,588,000 of the general fund--state appropriation for fiscal year 2011, and $39,747,000 of the general fund--federal appropriation are provided solely for development and implementation of
a replacement system for the existing medicaid management information
system. The amounts provided in this subsection are conditioned on the
department satisfying the requirements of section 902 of this act.

(19) $506,000 of the general fund--state appropriation for fiscal
year 2011 and $657,000 of the general fund--federal appropriation are
provided solely for the implementation of Second Substitute House Bill
No. 1373 (children's mental health). If the bill is not enacted by
June 30, 2009, the amounts provided in this subsection shall lapse.

(20) Pursuant to 42 U.S.C. Sec. 1396(a)(25), the department shall
pursue insurance claims on behalf of medicaid children served through
its in-home medically intensive child program under WAC 388-551-3000.
The department shall report to the Legislature by December 31, 2009, on
the results of its efforts to recover such claims.

(21) The department may, on a case-by-case basis and in the best
interests of the child, set payment rates for medically intensive home
care services to promote access to home care as an alternative to
hospitalization. Expenditures related to these increased payments
shall not exceed the amount the department would otherwise pay for
hospitalization for the child receiving medically intensive home care
services.

(22) $425,000 of the general fund--state appropriation for fiscal
year 2010 and $790,000 of the general fund--federal appropriation are
provided solely to continue children's health coverage outreach and
education efforts under RCW 74.09.470. These efforts shall rely on
existing relationships and systems developed with local public health
agencies, health care providers, public schools, the women, infants,
and children program, the early childhood education and assistance
program, child care providers, newborn visiting nurses, and other
community-based organizations. The department shall seek
public-private partnerships and federal funds that are or may become
available to provide on-going support for outreach and education
efforts under the federal children's health insurance program
reauthorization act of 2009.

(23) The department, in conjunction with the office of financial
management, shall implement a prorated inpatient payment policy.

(24) The department will pursue a competitive procurement process
for antihemophilic products, emphasizing evidence-based medicine and
protection of patient access without significant disruption in treatment.

(25) The department will pursue several strategies towards reducing pharmacy expenditures including but not limited to increasing generic prescription drug utilization by 20 percentage points and promoting increased utilization of the existing mail-order pharmacy program.

(26) The department shall reduce reimbursement for over-the-counter medications while maintaining reimbursement for those over-the-counter medications that can replace more costly prescription medications.

(27) The department shall seek public-private partnerships and federal funds that are or may become available to implement health information technology projects under the federal American recovery and reinvestment act of 2009.

(28) The department shall target funding for maternity support services towards pregnant women with factors that lead to higher rates of poor birth outcomes, including hypertension, a preterm or low birth weight birth in the most recent previous birth, a cognitive deficit or developmental disability, substance abuse, severe mental illness, unhealthy weight or failure to gain weight, tobacco use, or African American or Native American race. The department shall prioritize evidence-based practices for delivery of maternity support services. To the extent practicable, the department shall develop a mechanism to increase federal funding for maternity support services by leveraging local public funding for those services.

(29) $260,036,000 of the hospital safety net assessment fund--state appropriation and $255,448,000 of the general fund--federal appropriation are provided solely for the implementation of Engrossed Second Substitute House Bill No. 2956 (hospital safety net assessment). If the bill is not enacted by June 30, 2010, the amounts provided in this subsection shall lapse.

(30) $79,000 of the general fund--state appropriation for fiscal year 2010 and $53,000 of the general fund--federal appropriation are provided solely to implement Substitute House Bill No. 1845 (medical support obligations).

(31) $63,000 of the general fund--state appropriation for fiscal year 2010, $583,000 of the general fund--state appropriation for fiscal year 2011, and $864,000 of the general fund--federal appropriation are provided solely to implement Engrossed House Bill No. 2194
(extraordinary medical placement for offenders). The department shall
work in partnership with the department of corrections to identify
services and find placements for offenders who are released through the
extraordinary medical placement program. The department shall
collaborate with the department of corrections to identify and track
cost savings to the department of corrections, including medical cost
savings, and to identify and track expenditures incurred by the aging
and disability services program for community services and by the
medical assistance program for medical expenses. A joint report
regarding the identified savings and expenditures shall be provided to
the office of financial management and the appropriate fiscal
committees of the legislature by November 30, 2010. If this bill is
not enacted by June 30, 2009, the amounts provided in this subsection
shall lapse.

(32) $73,000 of the general fund--state appropriation for fiscal
year 2011 and $50,000 of the general fund--federal appropriation is
provided solely for supplemental services that will be provided to
offenders in lieu of a prison sentence pursuant to chapter 224, Laws of
2010 (Substitute Senate Bill No. 6639).

(33) Sufficient amounts are provided in this section to provide
full benefit dual eligible beneficiaries with medicare part D
prescription drug copayment coverage in accordance with RCW 74.09.520
until December 31, 2010.

(34) In addition to other reductions, the appropriations in this
section reflect reductions targeted specifically to state government
administrative costs. These administrative reductions shall be
achieved, to the greatest extent possible, by reducing those
administrative costs that do not affect providers, direct client
services, or direct service delivery or programs.

(35) $331,000 of the general fund--state appropriation for fiscal
year 2010, $331,000 of the general fund--state appropriation for fiscal
year 2011, and $1,228,000 of the general fund--federal appropriation
are provided solely for the department to support the activities of the
Washington poison center. The department shall seek federal authority
to receive matching funds from the federal government through the
children's health insurance program.

(36) $528,000 of the general fund--state appropriation and
$2,955,000 of the general fund--federal appropriation are provided solely for the implementation of the lifeline program under chapter 8, Laws of 2010 1st sp. sess. (security lifeline act).

(37) Reductions in dental services are to be achieved by focusing on the fastest growing areas of dental care. Reductions in preventative care, particularly for children, will be avoided to the extent possible.

(38) $1,307,000 of the general fund--state appropriation for fiscal year 2011 and $1,770,000 of the general fund--federal appropriation are provided solely to continue to provide dental services in calendar year 2011 for qualifying adults with developmental disabilities. Services shall include preventive, routine, and emergent dental care, and support for continued operation of the dental education in care of persons with disabilities (DECOD) program at the University of Washington.

(39) The department shall develop the capability to implement apple health for kids express lane eligibility enrollments for children receiving basic food assistance by June 30, 2011.

(40)(a) The department, in coordination with the health care authority, shall actively continue to negotiate a medicaid section 1115 waiver with the federal centers for medicare and medicaid services that would provide federal matching funds for services provided to persons enrolled in the basic health plan under chapter 70.47 RCW and the medical care services program under RCW 74.09.035.

(b) If the waiver in (a) of this subsection is granted, the department and the health care authority may implement the waiver if it allows the program to remain within appropriated levels, after providing notice of its terms and conditions to the relevant policy and fiscal committees of the legislature in writing thirty days prior to the planned implementation date of the waiver.

(41) $704,000 of the general fund--state appropriation for fiscal year 2010, $812,000 of the general fund--state appropriation for fiscal year 2011, and $1,516,000 of the general fund--federal appropriation are provided solely for maintaining employer-sponsored insurance program staff, coordination of benefits unit staff, the payment integrity audit team, and family planning nursing.

(42) Every effort shall be made to maintain current employment levels and achieve administrative savings through vacancies and
employee attrition. Efficiencies shall be implemented as soon as possible in order to minimize actual reduction in force. The department shall implement a management strategy that minimizes disruption of service and negative impacts on employees.

(43) $1,199,000 of the general fund--private/local appropriation for fiscal year 2011 and $1,671,000 of the general fund--federal appropriation are provided solely to support medical airlift services.

(44) $5,000,000 of the general fund--state appropriation for fiscal year 2011 and $7,191,000 of the general fund--federal appropriation are provided solely for payments to federally qualified health clinics and rural health centers under a new alternative payment methodology that reimburses the clinics and centers at rates that are five percent higher than the rates that would be provided under the federal prospective payment system.

(45) $33,000 of the general fund--state appropriation for fiscal year 2011 and $61,000 of the general fund--federal appropriation are provided solely to continue operation by a nonprofit organization of a toll-free line that assists families to learn about and enroll in apple health for kids, which provides publicly funded medical and dental care for families with incomes below 300 percent of the federal poverty level.

(46) $150,000 of the general fund--(state) private/local appropriation for fiscal year 2011 and $150,000 of the general fund--federal appropriation are provided solely for initiation of a prescriptive practices improvement collaborative focusing upon atypical antipsychotics and other medications commonly used in the treatment of severe and persistent mental illnesses among adults. The project shall promote collaboration among community mental health centers, other major prescribers of atypical antipsychotic medications to adults enrolled in state medical assistance programs, and psychiatrists, pharmacists, and other specialists at the University of Washington department of psychiatry and/or other research universities. The collaboration shall include patient-specific prescriber consultations by psychiatrists and pharmacists specializing in treatment of severe and persistent mental illnesses among adults; production of profiles to assist prescribers and clinics track their prescriptive practices and their patients' medication use and adherence relative to evidence-based
practice guidelines, other prescribers, and patients at other clinics; and in-service seminars at which participants can share and increase their knowledge of evidence-based and other effective prescriptive practices. For purposes of this effort, the department shall enter into an interagency agreement with the office of the attorney general for expenditure of $150,000 of the state's proceeds of the cy pres settlement in State of Washington vs. AstraZeneca (Seroquel).

(47) $75,000 of the general fund--state appropriation for fiscal year 2011 and $75,000 of the general fund--federal appropriation are provided solely to assist with development and implementation of evidence-based strategies regarding the appropriate, safe, and effective role of C-section surgeries and early induced labor in births and neonatal care. The strategies shall be identified and implemented in consultation with clinical research specialists, physicians, hospitals, advanced registered nurse practitioners, and organizations concerned with maternal and child health.

(48) $700,000 of the general fund--state appropriation for fiscal year 2011 and $700,000 of the general fund--federal appropriation are provided solely to pay federally designated rural health clinics their full encounter rate for prenatal and well-child visits, whether delivered under a managed care contract or fee-for-service, effective January 1, 2011. In reconciling managed care enhancement payments for calendar year 2009, the department shall treat well-child and prenatal care visits as encounters subject to the clinic's encounter rate.

Sec. 1110. 2011 c 5 s 209 (uncodified) is amended to read as follows:

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

General Fund--State Appropriation (FY 2010) ............. $10,327,000
General Fund--State Appropriation (FY 2011) ............ ($9,443,000)

$9,438,000
General Fund--Federal Appropriation .................... $107,848,000
Telecommunications Devices for the Hearing and Speech Impaired--State Appropriation ............. $6,056,000
TOTAL APPROPRIATION .................................. ($133,674,000)

$133,669,000
The appropriations in this section are subject to the following conditions and limitations:

(1) The vocational rehabilitation program shall coordinate closely with the economic services program to serve lifeline clients under chapter 8, Laws of 2010 1st sp. sess. who are referred for eligibility determination and vocational rehabilitation services, and shall make every effort, within the requirements of the federal rehabilitation act of 1973, to serve these clients.

(2) $80,000 of the telecommunications devices for the hearing and speech impaired account--state appropriation is provided solely for the office of deaf and hard of hearing to enter into an interagency agreement with the department of services for the blind to support contracts for services that provide employment support and help with life activities for deaf-blind individuals in King county.

Sec. 1111. 2011 c 5 s 210 (uncodified) is amended to read as follows:

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

General Fund--State Appropriation (FY 2010) . . . . . . . . $48,827,000
General Fund--State Appropriation (FY 2011) . . . . . . (($48,536,000))

$49,131,000

TOTAL APPROPRIATION . . . . . . . . . . . . (($97,363,000))

$97,958,000

Sec. 1112. 2011 c 5 s 211 (uncodified) is amended to read as follows:

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

General Fund--State Appropriation (FY 2010) . . . . . . . . $33,579,000
General Fund--State Appropriation (FY 2011) . . . . . . (($27,745,000))

$25,308,000

General Fund--Federal Appropriation . . . . . . . . . . . . (($51,304,000))

$49,594,000

General Fund--Private/Local Appropriation . . . . . . . . . $1,121,000
Institutional Impact Account--State Appropriation . . . . . . . . $22,000

TOTAL APPROPRIATION . . . . . . . . . . . . . . (($113,771,000))

$109,624,000
The appropriations in this section are subject to the following conditions and limitations: In addition to other reductions, the appropriations in this section reflect reductions targeted specifically to state government administrative costs. These administrative reductions shall be achieved, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or programs.

(1) $333,000 of the general fund--state appropriation for fiscal year 2010 and ($300,000) $281,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the Washington state mentors program to continue its public-private partnerships to provide technical assistance and training to mentoring programs that serve at-risk youth.

(2) $445,000 of the general fund--state appropriation for fiscal year 2010 and ($445,000) $417,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for funding of the teamchild project through the governor's juvenile justice advisory committee.

(3) $178,000 of the general fund--state appropriation for fiscal year 2010 and ($178,000) $167,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the juvenile detention alternatives initiative.

(4) Amounts appropriated in this section reflect a reduction to the family policy council. The family policy council shall reevaluate staffing levels and administrative costs to ensure to the extent possible a maximum ratio of grant moneys provided and administrative costs.

(5) Amounts appropriated in this section reflect a reduction to the council on children and families. The council on children and families shall reevaluate staffing levels and administrative costs to ensure to the extent possible a maximum ratio of grant moneys provided and administrative costs.

Sec. 1113. 2011 c 5 s 212 (uncodified) is amended to read as follows:

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

General Fund--State Appropriation (FY 2010) . . . . . . . . . . $61,985,000
The appropriations in this section are subject to the following conditions and limitations:

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

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

(4)(a) In order to maximize the funding appropriated for the basic health plan, the health care authority is directed to make modifications that will reduce the total number of subsidized enrollees to approximately 65,000 by January 1, 2010. In addition to the reduced enrollment, other modifications may include changes in enrollee premium obligations, changes in benefits, enrollee cost-sharing, and termination of the enrollment of individuals concurrently enrolled in a medical assistance program as provided in Substitute House Bill No. 2341.

(b) The health care authority shall coordinate with the department of social and health services to negotiate a medicaid section 1115 waiver with the federal centers for medicare and medicaid services that would provide matching funds for services provided to persons enrolled in the basic health plan under chapter 70.47 RCW.

(c) If the waiver in (b) of this subsection is granted, the health care authority may implement the waiver if it allows the program to remain within appropriated levels, after providing notice of its terms.
and conditions to the relevant policy and fiscal committees of the legislature in writing thirty days prior to the planned implementation date of the waiver.

(5) $250,000 of the general fund--state appropriation for fiscal year 2010 and $250,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the implementation of Substitute Senate Bill No. 5360 (community collaboratives). If the bill is not enacted by June 30, 2009, the amounts provided in this section shall lapse.

(6) The authority shall seek public-private partnerships and federal funds that are or may become available to implement health information technology projects under the federal American recovery and reinvestment act of 2009.

(7) $20,000 of the general fund--state appropriation for fiscal year 2010 and $63,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the implementation of chapter 220, Laws of 2010 (accountable care organizations).

(8) As soon as practicable after February 28, 2011, enrollment in the subsidized basic health plan shall be limited to only include persons who qualify as subsidized enrollees as defined in RCW 70.47.020 and who (a) qualify for services under 1115 medicaid demonstration project number 11-W-00254/10; or (b) are foster parents licensed under chapter 74.15 RCW.

(9) $1,500,000 of the general fund--federal appropriation is provided solely for planning and implementation of a health benefit exchange under the federal patient protection and affordable care act. Within the amounts provided in this subsection, funds used by the authority for information technology projects are conditioned on the authority satisfying the requirements of section 902, chapter 564, Laws of 2009.

Sec. 1115. 2011 c 5 s 214 (uncodified) is amended to read as follows:

FOR THE HUMAN RIGHTS COMMISSION

General Fund--State Appropriation (FY 2010) . . . . . . . . . . . . . . $2,638,000
General Fund--State Appropriation (FY 2011) . . . . . . . . . . . . . . . . ($2,353,000)
General Fund--Federal Appropriation . . . . . . . . . . . . . . . . . . . . $1,584,000
Sec. 1116. 2011 c 5 s 215 (uncodified) is amended to read as follows:

FOR THE CRIMINAL JUSTICE TRAINING COMMISSION

General Fund--State Appropriation (FY 2010) ................ $17,273,000
General Fund--State Appropriation (FY 2011) ................ (($16,721,000))
General Fund--Federal Appropriation ............................. $143,000
General Fund--Private/Local Appropriation ................. (($1,378,000))
Death Investigations Account--State Appropriation ............. $148,000
Municipal Criminal Justice Assistance Account--
   State Appropriation ........................................... $460,000
Washington Auto Theft Prevention Authority Account--
   State Appropriation ........................................... $6,432,000
TOTAL APPROPRIATION ........................................ (($42,555,000))

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

(1) $1,191,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for the Washington association of sheriffs and police chiefs to continue to develop, maintain, and operate the jail booking and reporting system (JBRS) and the statewide automated victim information and notification system (SAVIN).

(2) $5,000,000 of the general fund--state appropriation for fiscal year 2010 and $5,000,000 of the general fund--state appropriation for fiscal year 2011, are provided to the Washington association of sheriffs and police chiefs solely to verify the address and residency of registered sex offenders and kidnapping offenders under RCW 9A.44.130. The Washington association of sheriffs and police chiefs shall:

   (a) Enter into performance-based agreements with units of local government to ensure that registered offender address and residency are verified:

   (i) For level I offenders, every twelve months;

   (ii) For level II offenders, every six months; and
(iii) For level III offenders, every three months.

For the purposes of this subsection, unclassified offenders and kidnapping offenders shall be considered at risk level I unless in the opinion of the local jurisdiction a higher classification is in the interest of public safety.

(b) Collect performance data from all participating jurisdictions sufficient to evaluate the efficiency and effectiveness of the address and residency verification program; and

(c) Submit a report on the effectiveness of the address and residency verification program to the governor and the appropriate committees of the house of representatives and senate by December 31, each year.

The Washington association of sheriffs and police chiefs may retain up to three percent of the amount provided in this subsection for the cost of administration. Any funds not disbursed for address and residency verification or retained for administration may be allocated to local prosecutors for the prosecution costs associated with failing-to-register offenses.

(3) $30,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for the implementation of Second Substitute House Bill No. 2078 (persons with developmental disabilities in correctional facilities or jails). If the bill is not enacted by June 30, 2009, the amount provided in this subsection shall lapse.

(4) $75,000 of the general fund--local appropriation is provided solely to purchase ammunition for the basic law enforcement academy. Jurisdictions with one hundred or more full-time commissioned officers shall reimburse to the criminal justice training commission the costs of ammunition, based on the average cost of ammunition per cadet, for cadets that they enroll in the basic law enforcement academy.

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

Sec. 1117. 2011 c 5 s 216 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF LABOR AND INDUSTRIES

General Fund--State Appropriation (FY 2010) . . . . . . . $24,975,000
General Fund--State Appropriation (FY 2011) . . . . . . . $18,120,000
General Fund--Federal Appropriation .................. $17,876,000
Asbestos Account--State Appropriation ................. $11,316,000
Electrical License Account--State Appropriation ..... $36,977,000
Farm Labor Revolving Account--Private/Local Appropriation ... $28,000
Worker and Community Right-to-Know Account--
State Appropriation ........................................ $1,987,000
Public Works Administration Account--State
Appropriation .............................................. $6,021,000
Manufactured Home Installation Training Account--
State Appropriation ........................................ ((($143,000)))
$135,000
Accident Account--State Appropriation ................ $250,509,000
Accident Account--Federal Appropriation ............. $13,621,000
Medical Aid Account--State Appropriation ............ $249,232,000
Medical Aid Account--Federal Appropriation .......... $3,186,000
Plumbing Certificate Account--State Appropriation .... $1,704,000
Pressure Systems Safety Account--State Appropriation . $4,144,000
TOTAL APPROPRIATION .................................. ((($622,886,000)))
$622,634,000

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

(1) Pursuant to RCW 43.135.055, the department is authorized to increase fees related to factory assembled structures, contractor registration, electricians, plumbers, asbestos removal, boilers, elevators, and manufactured home installers. These increases are necessary to support expenditures authorized in this section, consistent with chapters 43.22, 18.27, 19.28, and 18.106 RCW, RCW 49.26.130, and chapters 70.79, 70.87, and 43.22A RCW.

(2) $424,000 of the accident account--state appropriation and $76,000 of the medical aid account--state appropriation are provided solely for implementation of a community agricultural worker safety grant at the department of agriculture. The department shall enter into an interagency agreement with the department of agriculture to implement the grant.

(3) $4,850,000 of the medical aid account--state appropriation is provided solely to continue the program of safety and health as authorized by RCW 49.17.210 to be administered under rules adopted
pursuant to chapter 34.05 RCW, provided that projects funded involve workplaces insured by the medical aid fund, and that priority is given to projects fostering accident prevention through cooperation between employers and employees or their representatives.

(4) $150,000 of the medical aid account--state appropriation is provided solely for the department to contract with one or more independent experts to evaluate and recommend improvements to the rating plan under chapter 51.18 RCW, including analyzing how risks are pooled, the effect of including worker premium contributions in adjustment calculations, incentives for accident and illness prevention, return-to-work practices, and other sound risk-management strategies that are consistent with recognized insurance principles.

(5) The department shall continue to conduct utilization reviews of physical and occupational therapy cases at the 24th visit. The department shall continue to report performance measures and targets for these reviews on the agency web site. The reports are due September 30th for the prior fiscal year and must include the amount spent and the estimated savings per fiscal year.

(6) The appropriations in this section reflect reductions in the appropriations for the department of labor and industries' administrative expenses. It is the intent of the legislature that these reductions shall be achieved, to the greatest extent possible, by reducing administrative costs only.

(7) $500,000 of the accident account--state appropriation is provided solely for the department to contract with one or more independent experts to oversee and assist the department's implementation of improvements to the rating plan under chapter 51.18 RCW, in collaboration with the department and with the department's work group of retrospective rating and workers' compensation stakeholders. The independent experts will validate the impact of recommended changes on retrospective rating participants and nonparticipants, confirm implementation technology changes, and provide other implementation assistance as determined by the department.

(8) $194,000 of the accident account--state appropriation and $192,000 of the medical aid account--state appropriation are provided solely for implementation of Senate Bill No. 5346 (health care administrative procedures).
(9) $131,000 of the accident account--state appropriation and $128,000 of the medical aid account--state appropriation are provided solely for implementation of Senate Bill No. 5613 (stop work orders).

(10) $68,000 of the accident account--state appropriation and $68,000 of the medical aid account--state appropriation are provided solely for implementation of Senate Bill No. 5688 (registered domestic partners).

(11) $320,000 of the accident account--state appropriation and $147,000 of the medical aid account--state appropriation are provided solely for implementation of Senate Bill No. 5873 (apprenticeship utilization).

(12) $73,000 of the general fund--state appropriation for fiscal year 2010, $66,000 of the general fund--state appropriation for fiscal year 2011, $606,000 of the accident account--state appropriation, and $600,000 of the medical aid account--state appropriation are provided solely for the implementation of House Bill No. 1555 (underground economy).

(13) $574,000 of the accident account--state appropriation and $579,000 of the medical account--state appropriation are provided solely for the implementation of House Bill No. 1402 (industrial insurance appeals).

(14) Within statutory guidelines, the boiler program shall explore opportunities to increase program efficiency. Strategies may include the consolidation of routine multiple inspections to the same site and trip planning to ensure the least number of miles traveled.

(15) $16,000 of the general fund--state appropriation for fiscal year 2010 and $50,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the crime victims compensation program to pay claims for mental health services for crime victim compensation program clients who have an established relationship with a mental health provider and subsequently obtain coverage under the medicaid program or the medical care services program under chapter 74.09 RCW. Prior to making such payment, the program must have determined that payment for the specific treatment or provider is not available under the medicaid or medical care services program. In addition, the program shall make efforts to contact any healthy options or medical care services health plan in which the client may be
enrolled to help the client obtain authorization to pay the claim on an out-of-network basis.

(16) $48,000 of the accident account--state appropriation and $48,000 of the medical aid account--state appropriation are provided solely for the implementation of Substitute House Bill No. 2789 (issuance of subpoenas for purposes of agency investigations of underground economic activity). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

(17) $71,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for implementation of Senate Bill No. 6349 (farm internship program). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

(18) $127,000 of the general fund--state appropriation for fiscal year 2010 and $133,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the department to provide benefits in excess of the cap established by sections 1 and 2, chapter 122, Laws of 2010. These benefits shall be paid for claimants who were determined eligible for and who were receiving crime victims' compensation benefits because they were determined to be permanently and totally disabled, as defined by RCW 51.08.160, prior to April 1, 2010. The director shall establish, by May 1, 2010, a process to aid crime victims' compensation recipients in identifying and applying for appropriate alternative benefit programs.

(19) $155,000 of the public works administration account--state appropriation is provided solely for the implementation of Engrossed House Bill No. 2805 (offsite prefabricated items). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

Sec. 1118. 2011 c 5 s 217 (uncodified) is amended to read as follows:

FOR THE INDETERMINATE SENTENCE REVIEW BOARD

| General Fund--State Appropriation (FY 2010) | $1,882,000 |
| General Fund--State Appropriation (FY 2011) | ($1,659,000) |
| TOTAL APPROPRIATION | ($3,541,000) |

| Code Rev/LL:crs | Official Print - 327 | S-2838.1/11 |
Sec. 1119. 2011 c 5 s 218 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF VETERANS AFFAIRS

(1) HEADQUARTERS

General Fund--State Appropriation (FY 2010) .................. $1,913,000
General Fund--State Appropriation (FY 2011) .................. ($1,865,000)

Charitable, Educational, Penal, and Reformatory

Institutions Account--State Appropriation ............... $10,000

TOTAL APPROPRIATION ...................... ($3,788,000)

$3,678,000

The appropriations in this subsection are subject to the following conditions and limitations: In addition to other reductions, the appropriations in this section reflect reductions targeted specifically to state government administrative costs. These administrative reductions shall be achieved, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or programs.

(2) FIELD SERVICES

General Fund--State Appropriation (FY 2010) .................. $4,885,000
General Fund--State Appropriation (FY 2011) .................. $4,964,000
General Fund--Federal Appropriation ......................... $2,382,000
General Fund--Private/Local Appropriation ................ $4,512,000
Veterans Innovations Program Account--State
  Appropriation .............................................. $897,000
Veteran Estate Management Account--Private/Local
  Appropriation ............................................. $1,072,000

TOTAL APPROPRIATION .................................. $18,712,000

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

(a) The department shall collaborate with the department of social and health services to identify and assist eligible general assistance unemployable clients to access the federal department of veterans affairs benefits.

(b) $648,000 of the veterans innovations program account--state appropriation is provided solely for the department to continue support for returning combat veterans through the veterans innovation program,
including emergency financial assistance through the defenders’ fund and long-term financial assistance through the competitive grant program.

(c) In addition to other reductions, the appropriations in this section reflect reductions targeted specifically to state government administrative costs. These administrative reductions shall be achieved, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or programs.

(3) INSTITUTIONAL SERVICES

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

(a) In addition to other reductions, the appropriations in this section reflect reductions targeted specifically to state government administrative costs. These administrative reductions shall be achieved, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or programs.

(b) The reductions in this subsection shall be achieved through savings from contract revisions and shall not impact the availability of goods and services for residents of the three state veterans homes.

Sec. 1120. 2011 c 5 s 219 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF HEALTH

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General Fund--Private/Local Appropriation .................. $162,237,000
Hospital Data Collection Account--State Appropriation ........ $218,000
Health Professions Account--State Appropriation ........... $82,850,000
Aquatic Lands Enhancement Account--State Appropriation .... $603,000
Emergency Medical Services and Trauma Care Systems
Trust Account--State Appropriation ...................... $13,206,000
Safe Drinking Water Account--State Appropriation .......... $2,731,000
Drinking Water Assistance Account--Federal Appropriation ........ $22,862,000
Waterworks Operator Certification--State Appropriation .......... $1,522,000
Drinking Water Assistance Administrative Account--State Appropriation .......... $326,000
State Toxics Control Account--State Appropriation .......... $4,348,000
Medical Test Site Licensure Account--State Appropriation .......... $2,261,000
Youth Tobacco Prevention Account--State Appropriation .......... $1,512,000
Public Health Supplemental Account--Private/Local Appropriation .......... $3,804,000
Community and Economic Development Fee Account--State Appropriation .......... $298,000
Accident Account--State Appropriation ...................... $292,000
Medical Aid Account--State Appropriation ................... $48,000
Tobacco Prevention and Control Account--State Appropriation .......... $41,196,000
Biotoxin Account--State Appropriation ..................... $1,163,000
TOTAL APPROPRIATION ................................. ($1,076,697,000)

$1,079,978,000

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

(1) The department of health shall not initiate any services that will require expenditure of state general fund moneys unless expressly authorized in this act or other law. The department of health and the state board of health shall not implement any new or amended rules pertaining to primary and secondary school facilities until the rules and a final cost estimate have been presented to the legislature, and the legislature has formally funded implementation of the rules through the omnibus appropriations act or by statute. The department may seek,
receive, and spend, under RCW 43.79.260 through 43.79.282, federal
moneys not anticipated in this act as long as the federal funding does
not require expenditure of state moneys for the program in excess of
amounts anticipated in this act. If the department receives
unanticipated unrestricted federal moneys, those moneys shall be spent
for services authorized in this act or in any other legislation that
provides appropriation authority, and an equal amount of appropriated
state moneys shall lapse. Upon the lapsing of any moneys under this
subsection, the office of financial management shall notify the
legislative fiscal committees. As used in this subsection,
"unrestricted federal moneys" includes block grants and other funds
that federal law does not require to be spent on specifically defined
projects or matched on a formula basis by state funds.

(2) In accordance with RCW 43.70.250 and 43.135.055, the department
is authorized to establish and raise fees in fiscal year 2011 as
necessary to meet the actual costs of conducting business and the
appropriation levels in this section. This authorization applies to
fees for the review of sewage tank designs, fees related to regulation
and inspection of farmworker housing, and fees associated with the
following professions: Acupuncture, dental, denturist, mental health
counselor, nursing, nursing assistant, optometry, radiologic
technologist, recreational therapy, respiratory therapy, social worker,
cardiovascular invasive specialist, and practitioners authorized under
chapter 18.240 RCW.

(3) Pursuant to RCW 43.135.055 and RCW 43.70.250, the department is
authorized to establish fees by the amount necessary to fully support
the cost of activities related to the administration of long-term care
worker certification. The department is further authorized to increase
fees by the amount necessary to implement the regulatory requirements
of the following bills: House Bill No. 1414 (health care assistants),
House Bill No. 1740 (dental residency licenses), and House Bill No.
1899 (retired active physician licenses).

(4) $764,000 of the health professions account--state appropriation
is provided solely for the medical quality assurance commission to
maintain disciplinary staff and associated costs sufficient to reduce
the backlog of disciplinary cases and to continue to manage the
disciplinary caseload of the commission.
(5) $57,000 of the general fund--state appropriation for fiscal year 2010 and $54,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the midwifery licensure and regulatory program to offset a reduction in revenue from fees. The department shall convene the midwifery advisory committee on a quarterly basis to address issues related to licensed midwifery. The appropriations in this section assume that the current application and renewal fee for midwives shall be increased by fifty dollars and all other fees for midwives be adjusted accordingly.

(6) Funding for the human papillomavirus vaccine shall not be included in the department's universal vaccine purchase program in fiscal year 2010. Remaining funds for the universal vaccine purchase program shall be used to continue the purchase of all other vaccines included in the program until May 1, 2010, at which point state funding for the universal vaccine purchase program shall be discontinued.

(7) Beginning July 1, 2010, the department, in collaboration with the department of social and health services, shall maximize the use of existing federal funds, including section 317 of the federal public health services act direct assistance as well as federal funds that may become available under the American recovery and reinvestment act, in order to continue to provide immunizations for low-income, nonmedicaid eligible children up to three hundred percent of the federal poverty level in state-sponsored health programs.

(8) The department shall eliminate outreach activities for the health care directives registry and use the remaining amounts to maintain the contract for the registry and minimal staffing necessary to administer the basic entry functions for the registry.

(9) Funding in this section reflects a temporary reduction of resources for the 2009-11 fiscal biennium for the state board of health to conduct health impact reviews.

(10) Pursuant to RCW 43.135.055 and 43.70.125, the department is authorized to adopt rules to establish a fee schedule to apply to applicants for initial certification surveys of health care facilities for purposes of receiving federal health care program reimbursement. The fees shall only apply when the department has determined that federal funding is not sufficient to compensate the department for the cost of conducting initial certification surveys. The fees for initial certification surveys may be established as follows: Up to $1,815 for
ambulatory surgery centers, up to $2,015 for critical access hospitals,
up to $980 for end stage renal disease facilities, up to $2,285 for
home health agencies, up to $2,285 for hospice agencies, up to $2,285
for hospitals, up to $520 for rehabilitation facilities, up to $690 for
rural health clinics, and up to $7,000 for transplant hospitals.

(11) Funding for family planning grants for fiscal year 2011 is
reduced in the expectation that federal funding shall become available
to expand coverage of services for individuals through programs at the
department of social and health services. In the event that such
funding is not provided, the legislature intends to continue funding
through a supplemental appropriation at fiscal year 2010 levels.

$4,360,000 of the general fund--state appropriation is provided solely
for the department of health-funded family planning clinic grants due
to federal funding not becoming available.

(12) $16,000,000 of the tobacco prevention and control
account--state appropriation is provided solely for local health
jurisdictions to conduct core public health functions as defined in RCW
43.70.514.

(13) $100,000 of the health professions account appropriation is
provided solely for implementation of Substitute House Bill No. 1414
(health care assistants). If the bill is not enacted by June 30, 2009,
the amount provided in this subsection shall lapse.

(14) $42,000 of the health professions account--state appropriation
is provided solely to implement Substitute House Bill No. 1740
(dentistry license issuance). If the bill is not enacted by June 30,
2009, the amount provided in this section shall lapse.

(15) $23,000 of the health professions account--state appropriation
is provided solely to implement Second Substitute House Bill No. 1899
(retired active physician licenses). If the bill is not enacted by
June 30, 2009, the amount provided in this section shall lapse.

(16) $12,000 of the general fund--state appropriation for fiscal
year 2010 and $67,000 of the general fund--private/local appropriation
are provided solely to implement House Bill No. 1510 (birth
certificates). If the bill is not enacted by June 30, 2009, the amount
provided in this section shall lapse.

(17) $31,000 of the health professions account is provided for the
implementation of Second Substitute Senate Bill No. 5850 (human
trafficking). If the bill is not enacted by June 2009, the amount provided in this subsection shall lapse.

(18) $282,000 of the health professions account is provided for the implementation of Substitute Senate Bill No. 5752 (dentists cost recovery). If the bill is not enacted by June 2009, the amount provided in this subsection shall lapse.

(19) $106,000 of the health professions account is provided for the implementation of Substitute Senate Bill No. 5601 (speech language assistants). If the bill is not enacted by June 2009, the amount provided in this subsection shall lapse.

(20) Subject to existing resources, the department of health is encouraged to examine, in the ordinary course of business, current and prospective programs, treatments, education, and awareness of cardiovascular disease that are needed for a thriving and healthy Washington.

(21) $390,000 of the health professions account--state appropriation is provided solely to implement chapter 169, Laws of 2010 (nursing assistants). The amount provided in this subsection is from fee revenue authorized by Engrossed Substitute Senate Bill No. 6582.

(22) $10,000 of the health professions account--state appropriation for fiscal year 2010 and $40,000 of the health professions account--state appropriation for fiscal year 2011 are provided solely for the department to study cost effective options for collecting demographic data related to the health care professions workforce to be submitted to the legislature by December 1, 2010.

(23) $66,000 of the health professions account--state appropriation is provided solely to implement chapter 209, Laws of 2010 (pain management).

(24) $10,000 of the health professions account--state appropriation is provided solely to implement chapter 92, Laws of 2010 (cardiovascular invasive specialists).

(25) $23,000 of the general fund--state appropriation is provided solely to implement chapter 182, Laws of 2010 (tracking ephedrine, etc.).

(26) The department is authorized to coordinate a tobacco cessation media campaign using all appropriate media with the purpose of maximizing the use of quit-line services and youth smoking prevention.
(27) It is the intent of the legislature that the reductions in appropriations to the AIDS/HIV programs shall be achieved, to the greatest extent possible, by reducing those state government administrative costs that do not affect direct client services or direct service delivery or programs. The agency shall, to the greatest extent possible, reduce spending in those areas that shall have the least impact on implementing these programs.

(28) $400,000 of the state toxics control account--state appropriation is provided solely for granting to a willing local public entity to provide emergency water supplies or water treatment for households with individuals at high public health risk from nitrate-contaminated wells in the lower Yakima basin.

(29) $100,000 of the state toxics control account--state appropriation is provided solely for an interagency contract to the department of ecology to grant to agencies involved in improving groundwater quality in the lower Yakima Valley. These agencies will develop a local plan for improving water quality and reducing nitrate contamination. The department of ecology will report to the appropriate committees of the legislature and to the office of financial management no later than December 1, 2010, summarizing progress towards developing and implementing this plan.

(30) In accordance with RCW 43.135.055, the department is authorized to adopt and increase all fees set forth in and previously authorized in section 221(2), chapter 37, Laws of 2010 1st sp.s.

NEW SECTION. Sec. 1121. A new section is added to 2009 c 564 (uncodified) to read as follows:

FOR THE DEPARTMENT OF CORRECTIONS

The appropriations to the department of corrections in this act shall be expended for the programs and in the amounts specified herein. However, after May 1, 2011, after approval by the director of financial management and unless specifically prohibited by this act, the department may transfer general fund--state appropriations for fiscal year 2011 between programs. The department shall not transfer funds, and the director of financial management shall not approve the transfer, unless the transfer is consistent with the objective of conserving, to the maximum extent possible, the expenditure of state funds and not federal funds. The director of financial management
shall notify the appropriate fiscal committees of the senate and house
of representatives in writing seven days prior to approving any
deviations from appropriation levels. The written notification shall
include a narrative explanation and justification of the changes, along
with expenditures and allotments by budget unit and appropriation, both
before and after any allotment modifications or transfers.

Sec. 1122. 2011 c 5 s 220 (uncodified) is amended to read as
follows:

FOR THE DEPARTMENT OF CORRECTIONS

(1) ADMINISTRATION AND SUPPORT SERVICES

General Fund--State Appropriation (FY 2010) . . . . . . . . $55,772,000
General Fund--State Appropriation (FY 2011) . . . . . . (($51,929,000))

TOTAL APPROPRIATION . . . . . . . . . . (($107,701,000))

$103,903,000

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

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

(b) $35,000 of the general fund--state appropriation for fiscal
year 2010 and $35,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for the support of a statewide
council on mentally ill offenders that includes as its members
representatives of community-based mental health treatment programs,
current or former judicial officers, and directors and commanders of
city and county jails and state prison facilities. The council will
investigate and promote cost-effective approaches to meeting the
long-term needs of adults and juveniles with mental disorders who have
a history of offending or who are at-risk of offending, including their
mental health, physiological, housing, employment, and job training
needs.

(2) CORRECTIONAL OPERATIONS

General Fund--State Appropriation (FY 2010) . . . . . . . . $458,503,000
1 General Fund--State Appropriation (FY 2011) . . . . . . . (\$562,084,000)
  \$568,330,000
2 General Fund--Federal Appropriation . . . . . . . . . . (\$186,651,000)
  \$186,652,000
3 Washington Auto Theft Prevention Authority Account--
   State Appropriation . . . . . . . . . . . . . . . . . . \$5,936,000
4 State Efficiency and Restructuring Account--State
   Appropriation . . . . . . . . . . . . . . . . . . . . \$34,522,000
5 TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . (\$1,247,696,000)
  \$1,253,943,000

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

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

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

(c) During the 2009-11 biennium, when contracts are established or renewed for offender pay phone and other telephone services provided to inmates, the department shall select the contractor or contractors primarily based on the following factors: (i) The lowest rate charged to both the inmate and the person paying for the telephone call; and (ii) the lowest commission rates paid to the department, while providing reasonable compensation to cover the costs of the department to provide the telephone services to inmates and provide sufficient revenues for the activities funded from the institutional welfare betterment account.

(d) The Harborview medical center and the University of Washington medical center shall provide inpatient and outpatient hospital services to offenders confined in department of corrections facilities at a rate no greater than the average rate that the department has negotiated with other community hospitals in Washington state.
(e) A political subdivision which is applying for funding to mitigate one-time impacts associated with construction or expansion of a correctional institution, consistent with WAC 137-12A-030, may apply for the mitigation funds in the fiscal biennium in which the impacts occur or in the immediately succeeding fiscal biennium.

(f) Within amounts provided in this subsection, the department, jointly with the department of social and health services, shall identify the number of offenders released through the extraordinary medical placement program, the cost savings to the department of corrections, including estimated medical cost savings, and the costs for medical services in the community incurred by the department of social and health services. The department and the department of social and health services shall jointly report to the office of financial management and the appropriate fiscal committees of the legislature by November 30, 2010.

(g) $11,863,000 of the general fund--state appropriation for fiscal year 2010, $7,953,000 of the general fund--state appropriation for fiscal year 2011, and $2,336,000 of the general fund--private/local appropriation are provided solely for in-prison evidence-based programs and for the reception diagnostic center program as part of the offender re-entry initiative.

(h) The appropriations in this subsection are based on savings assumed from the closure of the McNeil Island corrections center, the Ahtanum View corrections center, and the Pine Lodge corrections center for women.

(3) COMMUNITY SUPERVISION

| General Fund--State Appropriation (FY 2010) | $150,729,000 |
| General Fund--State Appropriation (FY 2011) | ($134,840,000) |
| TOTAL APPROPRIATION | ($285,569,000) |

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

(a) The department shall accomplish personnel reductions with the least possible impact on correctional custody staff, community custody staff, and correctional industries. For the purposes of this subsection, correctional custody staff means employees responsible for the direct supervision of offenders.
(b) $2,083,000 of the general fund--state appropriation for fiscal year 2010 and $2,083,000 of the general fund--state appropriation for fiscal year 2011 are provided solely to implement Senate Bill No. 5525 (state institutions/release). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(c) The appropriations in this subsection are based upon savings assumed from the implementation of Engrossed Substitute Senate Bill No. 5288 (supervision of offenders).

(d) $2,791,000 of the general fund--state appropriation for fiscal year 2010 and $2,680,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for evidence-based community programs and for community justice centers as part of the offender re-entry initiative.

(e) $418,300 of the general fund--state appropriation for fiscal year 2010 is provided solely for the purposes of settling all claims in Hilda Solis, Secretary of Labor, United States Department of Labor v. State of Washington, Department of Corrections, United States District Court, Western District of Washington, Cause No. C08-cv-05362-RJB. The expenditure of this amount is contingent on the release of all claims in the case, and total settlement costs shall not exceed the amount provided in this subsection. If settlement is not fully executed by June 30, 2010, the amount provided in this subsection shall lapse.

(f) $984,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for supplemental services that will be provided to offenders in lieu of a prison sentence, pursuant to chapter 224, Laws of 2010 (confinement alternatives).

(4) CORRECTIONAL INDUSTRIES

| General Fund--State Appropriation (FY 2010) | $2,574,000 |
| General Fund--State Appropriation (FY 2011) | $2,441,000 |
| TOTAL APPROPRIATION | $5,015,000 |

The appropriations in this subsection are subject to the following conditions and limitations: $132,000 of the general fund--state appropriation for fiscal year 2010 and $132,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for transfer to the jail industries board. The board shall use the amounts provided only for administrative expenses, equipment purchases, and
technical assistance associated with advising cities and counties in
developing, promoting, and implementing consistent, safe, and efficient
offender work programs.

(5) INTERAGENCY PAYMENTS

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<td>General Fund--State Appropriation (FY 2011)</td>
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<td>TOTAL APPROPRIATION</td>
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<td>$79,723,000</td>
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The appropriations in this subsection are subject to the following
conditions and limitations:

(a) The state prison institutions may use funds appropriated in
this subsection to rent uniforms from correctional industries in
accordance with existing legislative mandates.

(b) The state prison medical facilities may use funds appropriated
in this subsection to purchase goods and supplies through hospital or
other group purchasing organizations when it is cost effective to do
so.

(6) Funding in this section may not be used to purchase radios or
base station repeaters related to the movement to narrowband
frequencies, or for reprogramming existing narrowband radios.

Sec. 1123. 2011 c 5 s 221 (uncodified) is amended to read as
follows:

FOR THE DEPARTMENT OF SERVICES FOR THE BLIND

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<td>General Fund--State Appropriation (FY 2011)</td>
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<td>General Fund--Federal Appropriation</td>
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<td>General Fund--Private/Local Appropriation</td>
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<td>TOTAL APPROPRIATION</td>
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<td>$23,108,000</td>
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Sec. 1124. 2011 c 5 s 222 (uncodified) is amended to read as
follows:

FOR THE SENTENCING GUIDELINES COMMISSION

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<tr>
<td>General Fund--State Appropriation (FY 2010)</td>
<td>$962,000</td>
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</table>
The appropriations in this section are subject to the following conditions and limitations:

(1) Within the amounts appropriated in this section, the sentencing guidelines commission, in partnership with the courts, shall develop a plan to implement an evidence-based system of community custody for adult felons that will include the consistent use of evidence-based risk and needs assessment tools, programs, supervision modalities, and monitoring of program integrity. The plan for the evidence-based system of community custody shall include provisions for identifying cost-effective rehabilitative programs; identifying offenders for whom such programs would be cost-effective; monitoring the system for cost-effectiveness; and reporting annually to the legislature. In developing the plan, the sentencing guidelines shall consult with: The Washington state institute for public policy; the legislature; the department of corrections; local governments; prosecutors; defense attorneys; victim advocate groups; law enforcement; the Washington federation of state employees; and other interested entities. The sentencing guidelines commission shall report its recommendations to the governor and the legislature by December 1, 2009.

(2)(a) Except as provided in subsection (b), during the 2009-11 biennium, the reports required by RCW 9.94A.480(2) and 9.94A.850(2) (d) and (h) shall be prepared within the available funds and may be delayed or suspended at the discretion of the commission.

(b) The commission shall submit the analysis described in section 15 of Engrossed Substitute Senate Bill No. 5288 no later than December 1, 2011.

(3) Within the amounts appropriated in this section, the sentencing guidelines commission shall survey the practices of other states relating to offenders who violate any conditions of their community custody. In conducting the survey, the sentencing guidelines commission shall perform a review of the research studies to determine if a mandatory minimum confinement policy is an evidence-based practice, investigate the implementation of such a policy in other
states, and estimate the fiscal impacts of implementing such a policy in Washington state. The sentencing guidelines commission shall report its findings to the governor and the legislature by December 1, 2010.

Sec. 1125. 2011 c 5 s 223 (uncodified) is amended to read as follows:

FOR THE EMPLOYMENT SECURITY DEPARTMENT

General Fund--State Appropriation (FY 2010) ................... $2,054,000
General Fund--State Appropriation (FY 2011) ................... ($4,735,000)
General Fund--Federal Appropriation .......................... ($324,135,000)
General Fund--Private/Local Appropriation ................... $33,640,000
Unemployment Compensation Administration Account--
Federal Appropriation ........................................... ($348,000,000)
Administrative Contingency Account--State Appropriation ... $345,000
Employment Service Administrative Account--State
Appropriation ................................................ $37,775,000
TOTAL APPROPRIATION ......................................... ($750,684,000)

$775,539,000

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

(1) $59,829,000 of the unemployment compensation administration account--federal appropriation is provided from amounts made available to the state by section 903 (d) and (f) of the social security act (Reed act). This amount is authorized to continue current unemployment insurance functions and department services to employers and job seekers.

(2) $17,327,000 of the unemployment compensation administration account--federal appropriation is provided from amounts made available to the state by section 903(d) and (f) of the social security act (Reed act). This amount is authorized to fund the replacement of the unemployment insurance tax information system (TAXIS) for the employment security department. This section is subject to section 902 of this act. After the effective date of this section, the employment security department may not incur further obligations for the
replacement of the unemployment insurance tax information system
(TAXIS). Nothing in this act prohibits the department from meeting
obligations incurred prior to the effective date of this section.

(3) $110,000 of the unemployment compensation administration
account--federal appropriation is provided solely for implementation of
Senate Bill No. 5804 (leaving part time work voluntarily).

(4) $1,263,000 of the unemployment compensation administration
account--federal appropriation is provided solely for implementation of
Senate Bill No. 5963 (unemployment insurance).

(5) $159,000 of the unemployment compensation account--federal
appropriation is provided solely for the implementation of House Bill
No. 1555 (underground economy) from funds made available to the state
by section 903(d) of the social security act (Reed act).

(6) $295,000 of the administrative contingency--state appropriation
for fiscal year 2010 is provided solely for the implementation of House
Bill No. 2227 (evergreen jobs act).

(7) $2,000,000 of the general fund--state appropriation for fiscal
year 2010 and (($4,682,000)) $4,182,000 of the general fund--state
appropriation for fiscal year 2011 are provided solely for the
implementation of Senate Bill No. 5809 (WorkForce employment and
training).

(8) $444,000 of the unemployment compensation administration
account--federal appropriation is provided solely for the
implementation of Substitute Senate Bill No. 6524 (unemployment
insurance penalties and contribution rates) from funds made available
to the state by section 903 (d) or (f) of the social security act (Reed
12 act). If the bill is not enacted by June 30, 2010, the amount
provided in this subsection shall lapse.

(9) $232,000 of the unemployment compensation administration
account--federal appropriation from funds made available to the state
by section 903(c) or (f) of the social security act (Reed act) is
provided solely for the implementation of Substitute House Bill No.
2789 (underground economic activity). If the bill is not enacted by
June 30, 2010, the amount provided in this subsection shall lapse.

(10) $577,000 of the unemployment compensation administration
account--federal appropriation is from amounts available to the state
by section 903 (d), (f), and (g) of the social security act (Reed act).
This amount is provided solely for implementation of chapter 4, Laws of 2011 (unemployment insurance program).

(11) $11,000 of the unemployment compensation administration account—federal appropriation is from amounts available to the state by section 903 (d), (f), and (q) of the social security act (Reed act). This amount is provided solely for implementation of chapter 4, Laws of 2011 (unemployment insurance program).

(End of part)
Sec. 1201. 2011 c 5 s 301 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF ECOLOGY

<table>
<thead>
<tr>
<th>Account</th>
<th>Appropriation</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Fund--State Appropriation (FY 2010)</td>
<td>$58,552,000</td>
</tr>
<tr>
<td>General Fund--State Appropriation (FY 2011)</td>
<td>$46,392,000</td>
</tr>
<tr>
<td>General Fund--Federal Appropriation</td>
<td>$82,079,000</td>
</tr>
<tr>
<td>General Fund--Private/Local Appropriation</td>
<td>$16,688,000</td>
</tr>
<tr>
<td>Special Grass Seed Burning Research Account--State</td>
<td>$14,000</td>
</tr>
<tr>
<td>Reclamation Account--State Appropriation</td>
<td>$3,640,000</td>
</tr>
<tr>
<td>Flood Control Assistance Account--State Appropriation</td>
<td>$1,943,000</td>
</tr>
<tr>
<td>State Emergency Water Projects Revolving Account--State Appropriation</td>
<td>$240,000</td>
</tr>
<tr>
<td>Waste Reduction/Recycling/Litter Control--State</td>
<td>$12,440,000</td>
</tr>
<tr>
<td>State Drought Preparedness Account--State</td>
<td>$4,000,000</td>
</tr>
<tr>
<td>State and Local Improvements Revolving Account</td>
<td>$424,000</td>
</tr>
<tr>
<td>(Water Supply Facilities)--State Appropriation</td>
<td>$508,000</td>
</tr>
<tr>
<td>Freshwater Aquatic Algae Control Account--State</td>
<td>$116,000</td>
</tr>
<tr>
<td>Site Closure Account--State Appropriation</td>
<td>$922,000</td>
</tr>
<tr>
<td>Wood Stove Education and Enforcement Account--State</td>
<td>$582,000</td>
</tr>
<tr>
<td>Worker and Community Right-to-Know Account--State</td>
<td>$1,663,000</td>
</tr>
<tr>
<td>State Toxics Control Account--State Appropriation</td>
<td>$106,391,000</td>
</tr>
</tbody>
</table>
1 State Toxics Control Account--Private/Local
   Appropriation ........................................ $379,000

2 Local Toxics Control Account--State
   Appropriation ......................................... ($24,670,000)

3 Water Quality Permit Account--State
   Appropriation ......................................... ($36,899,000)

4 Underground Storage Tank Account--State
   Appropriation ......................................... ($3,259,000)

5 Biosolids Permit Account--State Appropriation ........ $1,866,000

6 Hazardous Waste Assistance Account--State
   Appropriation ......................................... ($5,858,000)

7 Air Pollution Control Account--State Appropriation .... $1,565,000

8 Oil Spill Prevention Account--State
   Appropriation ......................................... ($10,568,000)

9 Air Operating Permit Account--State
   Appropriation ......................................... ($2,748,000)

10 Freshwater Aquatic Weeds Account--State Appropriation .. $1,693,000

11 Oil Spill Response Account--State Appropriation ....... $7,077,000

12 Metals Mining Account--State Appropriation ............. $14,000

13 Water Pollution Control Revolving Account--State
   Appropriation ......................................... $535,000

14 Water Pollution Control Revolving Account--Federal
   Appropriation ......................................... $2,210,000

15 Water Rights Processing Account--State Appropriation .... $68,000

16 TOTAL APPROPRIATION ................................. ($436,003,000)

The appropriations in this section are subject to the following conditions and limitations:
   (1) $170,000 of the oil spill prevention account--state appropriation is provided solely for a contract with the University of Washington's sea grant program to continue an educational program
targeted to small spills from commercial fishing vessels, ferries, cruise ships, ports, and marinas.

(2) $240,000 of the woodstove education and enforcement account—state appropriation is provided solely for citizen outreach efforts to improve understanding of burn curtailments, the proper use of wood heating devices, and public awareness of the adverse health effects of woodsmoke pollution.

(3) $3,000,000 of the general fund—private/local appropriation is provided solely for contracted toxic-site cleanup actions at sites where multiple potentially liable parties agree to provide funding.

(4) $3,600,000 of the local toxics account—state appropriation is provided solely for the standby emergency rescue tug stationed at Neah Bay.

(5) $811,000 of the state toxics account—state appropriation is provided solely for oversight of toxic cleanup at facilities that treat, store, and dispose of hazardous wastes.

(6) $1,456,000 of the state toxics account—state appropriation is provided solely for toxic cleanup at sites where willing parties negotiate prepayment agreements with the department and provide necessary funding.

(7) $558,000 of the state toxics account—state appropriation and $3,000,000 of the local toxics account—state appropriation are provided solely for grants and technical assistance to Puget Sound-area local governments engaged in updating shoreline master programs.

(8) $950,000 of the state toxics control account—state appropriation is provided solely for measuring water and habitat quality to determine watershed health and assist salmon recovery, beginning in fiscal year 2011.

(9) RCW 70.105.280 authorizes the department to assess reasonable service charges against those facilities that store, treat, incinerate, or dispose of dangerous or extremely hazardous waste that involves both a nonradioactive hazardous component and a radioactive component. Service charges may not exceed the costs to the department in carrying out the duties in RCW 70.105.280. The current service charges do not meet the costs of the department to carry out its duties. Pursuant to RCW 43.135.055 and 70.105.280, the department is authorized to increase the service charges no greater than 18 percent for fiscal year 2010 and no greater than 15 percent for fiscal year 2011. Such service charges
shall include all costs of public participation grants awarded to qualified entities by the department pursuant to RCW 70.105D.070(5) for facilities at which such grants are recognized as a component of a community relations or public participation plan authorized or required as an element of a consent order, federal facility agreement or agreed order entered into or issued by the department pursuant to any federal or state law governing investigation and remediation of releases of hazardous substances. Public participation grants funded by such service charges shall be in addition to, and not in place of, any other grants made pursuant to RCW 70.105D.070(5). Costs for the public participation grants shall be billed individually to the mixed waste facility associated with the grant.

(10) The department is authorized to increase the following fees in the 2009-2011 biennium as necessary to meet the actual costs of conducting business and the appropriation levels in this section: Environmental lab accreditation, dam safety and inspection, biosolids permitting, air emissions new source review, and manufacturer registration and renewal.

(11) $63,000 of the state toxics control account--state appropriation is provided solely for implementation of Substitute Senate Bill No. 5797 (solid waste handling permits). If the bill is not enacted by June 30, 2009, the amount provided in this subsection shall lapse.

(12) $225,000 of the general fund--state appropriation for fiscal year 2010 and $181,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for implementation of Engrossed Second Substitute Bill No. 5560 (agency climate leadership). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(13) $150,000 of the general fund--state appropriation for fiscal year 2010 and $141,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for watershed planning implementation grants to continue ongoing efforts to develop and implement water agreements in the Nooksack Basin and the Bertrand watershed. These amounts are intended to support project administration; monitoring; negotiations in the Nooksack watershed between tribes, the department, and affected water users; continued
implementation of a flow augmentation project; plan implementation in
the Fishtrap watershed; and the development of a water bank.

(14) $215,000 of the general fund--state appropriation for fiscal
year 2010 and $220,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely to provide watershed planning
implementation grants for WRIA 32 to implement Substitute House Bill
No. 1580 (pilot local water management program). If the bill is not
enacted by June 30, 2009, the amounts provided in this subsection shall
lapse.

(15) $200,000 of the general fund--state appropriation for fiscal
year 2010 and $187,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for the purpose of supporting the
trust water rights program and processing trust water right transfer
applications that improve instream flow.

(16) (a) The department shall convene a stock water working group
that includes: Legislators, four members representing agricultural
interests, three members representing environmental interests, the
attorney general or designee, the director of the department of ecology
or designee, the director of the department of agriculture or designee,
and affected federally recognized tribes shall be invited to send
participants.

(b) The group shall review issues surrounding the use of
permit-exempt wells for stock-watering purposes and may develop
recommendations for legislative action.

(c) The working group shall meet periodically and report its
activities and recommendations to the governor and the appropriate
legislative committees by December 1, 2009.

(17) $73,000 of the water quality permit account--state
appropriation is provided solely to implement Substitute House Bill No.
1413 (water discharge fees). If the bill is not enacted by June 30,
2009, the amount provided in this subsection shall lapse.

(18) The department shall continue to work with the Columbia Snake
River irrigators' association to determine how seasonal water operation
and maintenance conservation can be utilized. In implementing this
proviso, the department shall also consult with the Columbia River
policy advisory group as appropriate.

(19) The department shall track any changes in costs, wages, and
benefits that would have resulted if House Bill No. 1716 (public
contract living wages), as introduced in the 2009 regular session of
the legislature, were enacted and made applicable to contracts and
related subcontracts entered into, renewed, or extended during the
2009-11 biennium. The department shall submit a report to the house of
representatives commerce and labor committee and the senate labor,
commerce, and consumer protection committee by December 1, 2011. The
report shall include data on any aggregate changes in wages and
benefits that would have resulted during the 2009-11 biennium.

(20) Within amounts appropriated in this section the department
shall develop recommendations by December 1, 2009, for a convenient and
effective mercury-containing light recycling program for residents,
small businesses, and small school districts throughout the state. The
department shall consider options including but not limited to, a
producer-funded program, a recycler-supported or recycle fee program,
a consumer fee at the time of purchase, general fund appropriations, or
a currently existing dedicated account. The department shall involve
and consult with stakeholders including persons who represent
retailers, waste haulers, recyclers, mercury-containing light
manufacturers or wholesalers, cities, counties, environmental
organizations and other interested parties. The department shall
report its findings and recommendations for a recycling program for
mercury-containing lights to the appropriate committees of the
legislature by December 1, 2009.

(21) $140,000 of the freshwater aquatic algae control
account--state appropriation is provided solely for grants to cities,
counties, tribes, special purpose districts, and state agencies for
capital and operational expenses used to manage and study excessive
saltwater algae with an emphasis on the periodic accumulation of sea
lettuce on Puget Sound beaches.

(22) By December 1, 2009, the department in consultation with local
governments shall conduct a remedial action grant financing
alternatives report. The report shall address options for financing the
remedial action grants identified in the department's report, entitled
"House Bill 1761, Model Toxics Control Accounts Ten-Year Financing
Plan" and shall include but not be limited to the following: (a)
Capitalizing cleanup costs using debt insurance; (b) capitalizing
cleanup costs using prefunded cost-cap insurance; (c) other contractual
instruments with local governments; and (d) an assessment of overall economic benefits of the remedial action grants funded using the instruments identified in this section.

(23) $220,000 of the site closure account--state appropriation is provided solely for litigation expenses associated with the lawsuit filed by energy solutions, inc., against the Northwest interstate compact on low-level radioactive waste management and its executive director.

(24) $68,000 of the water rights processing account--state appropriation is provided solely for implementation of Engrossed Second Substitute Senate Bill No. 6267 (water rights processing). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

(25) $10,000 of the state toxics control account--state appropriation is provided solely for implementation of Engrossed Substitute Senate Bill No. 5543 (mercury-containing lights). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

(26) $300,000 of the state toxics control account--state appropriation is provided solely for piloting and evaluating two coordinated, multijurisdictional permitting teams for nontransportation projects.

(27)(a) $4,000,000 of the state drought preparedness account--state appropriation is provided solely for response to a drought declaration pursuant to chapter 43.83B RCW. If such a drought declaration occurs, the department of ecology may provide funding to public bodies as defined in RCW 43.83B.050 in connection with projects and measures designed to alleviate drought conditions that may affect public health and safety, drinking water supplies, agricultural activities, or fish and wildlife survival.

(b) Projects or measures for which funding will be provided must be connected with a water system, water source, or water body that is receiving, or has been projected to receive, less than seventy-five percent of normal water supply, as the result of natural drought conditions. This reduction in water supply must be such that it is causing, or will cause, undue hardship for the entities or fish or wildlife depending on the water supply. The department shall issue
guidelines outlining grant program and matching fund requirements within ten days of a drought declaration.

(28) In accordance with RCW 43.135.055, the department is authorized to increase the fees set forth in and previously authorized in section 302(10), chapter 564, Laws of 2009.

(29) In accordance with RCW 43.135.055, the department is authorized to adopt and increase the fees set forth in and previously authorized in sections 3, 5, 7, and 12, chapter 285, Laws of 2010.

Sec. 1202. 2011 c 5 s 302 (uncodified) is amended to read as follows:

FOR THE STATE PARKS AND RECREATION COMMISSION

General Fund--State Appropriation (FY 2010) ............. $23,176,000

General Fund--State Appropriation (FY 2011) ........... ($18,309,000)

General Fund--Federal Appropriation ......................... $6,892,000

General Fund--Private/Local Appropriation ................. $73,000

Winter Recreation Program Account--State Appropriation ... $1,556,000

Off Road Vehicle Account--State Appropriation ............. $239,000

Snowmobile Account--State Appropriation .................... $4,842,000

Aquatic Lands Enhancement Account--State Appropriation .... $368,000

Recreation Resources Account--State Appropriation .......... $9,469,000

NOVA Program Account--State Appropriation ................. $9,164,000

Parks Renewal and Stewardship Account--State

Appropriation .................................................. $72,975,000

Parks Renewal and Stewardship Account--Private/Local

Appropriation .................................................... $300,000

TOTAL APPROPRIATION .................................. ($147,363,000)

$147,329,000

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

(1) $79,000 of the general fund--state appropriation for fiscal year 2010 and $74,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for a grant for the operation of the Northwest avalanche center.

(2) Proceeds received from voluntary donations given by motor vehicle registration applicants shall be used solely for the operation and maintenance of state parks.
With the passage of Substitute House Bill No. 2339 (state parks system donation), the legislature finds that it has provided sufficient funds to ensure that all state parks remain open during the 2009-11 biennium. The commission shall not close state parks unless the bill is not enacted by June 30, 2009, or revenue collections are insufficient to fund the ongoing operation of state parks. By January 10, 2010, the commission shall provide a report to the legislature on their budget and resources related to operating parks for the remainder of the biennium.

The commission shall work with the department of general administration to evaluate the commission's existing leases with the intention of increasing net revenue to state parks. The commission shall provide to the office of financial management and the legislative fiscal committees no later than September 30, 2009, a list of leases the commission proposes be managed by the department of general administration.

Sec. 1203. 2011 c 5 s 303 (uncodified) is amended to read as follows:

FOR THE RECREATION AND CONSERVATION FUNDING BOARD
General Fund--State Appropriation (FY 2010) . . . . . . . . . . . . . . . . $1,486,000
General Fund--State Appropriation (FY 2011) . . . . . . . . . . . . . . . . $(1,312,000)
General Fund--Federal Appropriation . . . . . . . . . . . . . . . . . . . . . $10,427,000
General Fund--Private/Local Appropriation . . . . . . . . . . . . . . . . . $250,000
Aquatic Lands Enhancement Account--State Appropriation . . . . . . . $278,000
Firearms Range Account--State Appropriation . . . . . . . . . . . . . . . . $39,000
Recreation Resources Account--State Appropriation . . . . . . . . . . . $2,738,000
NOVA Program Account--State Appropriation . . . . . . . . . . . . . . . . $1,059,000
TOTAL Appropriation . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . $17,588,000

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

(1) $204,000 of the general fund--state appropriation for fiscal year 2010 and $194,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the implementation of Substitute House Bill No. 2157 (salmon recovery). If the bill is not
enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(2) The recreation and conservation office, under the direction of the salmon recovery funding board, shall assess watershed and regional-scale capacity issues relating to the support and implementation of salmon recovery. The assessment shall examine priority setting and incentives to further promote coordination to ensure that effective and efficient mechanisms for delivery of salmon recovery funding board funds are being utilized. The salmon recovery funding board shall distribute its operational funding to the appropriate entities based on this assessment.

(3) The recreation and conservation office shall negotiate an agreement with the Puget Sound partnership to consolidate or share certain administrative functions currently performed by each agency independently. The agencies shall proportionately share the costs of such shared functions. Examples of shared functions may include, but are not limited to, support for personnel, information technology, grant and contract management, invasive species work, legislative coordination, and policy and administrative support of various boards and councils.

Sec. 1204. 2010 2nd sp.s. c 1 s 305 (uncodified) is amended to read as follows:

FOR THE ENVIRONMENTAL HEARINGS OFFICE
General Fund--State Appropriation (FY 2010) . . . . . . . . . . . . . . . . . . $1,108,000
General Fund--State Appropriation (FY 2011) . . . . . . . . . . . . . . . . . . (($1,035,000))
$1,034,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . (($2,143,000))
$2,142,000

The appropriations in this section are subject to the following conditions and limitations: $46,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for tenant improvement costs associated with moving the office to a new location.

Sec. 1205. 2010 2nd sp.s. c 1 s 306 (uncodified) is amended to read as follows:

FOR THE CONSERVATION COMMISSION
General Fund--State Appropriation (FY 2010) . . . . . . . . . . . . . . . . . . $7,556,000
General Fund--State Appropriation (FY 2011)........... ($6,751,000)
                      $6,750,000
General Fund--Federal Appropriation........................ $1,178,000
TOTAL APPROPRIATION........................................ ($15,485,000)
                      $15,484,000

The appropriations in this section are subject to the following conditions and
limitations: In order to maintain a high degree of customer service and
accountability for conservation districts, $125,000 is to support the
conservation commission's administrative activities related to the processing of
conservation district invoices and budgeting.

Sec. 1206. 2011 c 5 s 304 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF FISH AND WILDLIFE
General Fund--State Appropriation (FY 2010)........... $41,263,000
General Fund--State Appropriation (FY 2011)........... ($30,560,000)
                      $31,053,000
General Fund--Federal Appropriation........................ $88,799,000
General Fund--Private/Local Appropriation.............. $47,211,000
Off Road Vehicle Account--State Appropriation........... $413,000
Aquatic Lands Enhancement Account--State Appropriation... $6,739,000
Recreational Fisheries Enhancement--State
                      $3,472,000
Warm Water Game Fish Account--State Appropriation........ $2,861,000
Eastern Washington Pheasant Enhancement Account--State
                      $851,000
Aquatic Invasive Species Enforcement Account--State
                      $207,000
Aquatic Invasive Species Prevention Account--State
                      $833,000
Wildlife Account--State Appropriation...................... $86,998,000
Wildlife Account--Federal Appropriation................... $101,000
Wildlife Account--Private/Local Appropriation............. $39,000
Game Special Wildlife Account--State Appropriation........ $2,367,000
Game Special Wildlife Account--Federal Appropriation...... $3,426,000
Game Special Wildlife Account--Private/Local
                      $487,000
Wildlife Rehabilitation Account--State Appropriation ........ $269,000
Regional Fisheries Salmonid Recovery Account--
Federal Appropriation ........................................... $5,001,000
Oil Spill Prevention Account--State Appropriation .......... $876,000
Oyster Reserve Land Account--State Appropriation ........ $916,000
TOTAL APPROPRIATION ....................................... ($323,689,000)

$324,182,000

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

(1) $294,000 of the aquatic lands enhancement account--state appropriation is provided solely for the implementation of hatchery reform recommendations defined by the hatchery scientific review group.

(2) $355,000 of the general fund--state appropriation for fiscal year 2010 and $422,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the department to implement a pilot project with the Confederated Tribes of the Colville Reservation to develop expanded recreational fishing opportunities on Lake Rufus Woods and its northern shoreline and to conduct joint enforcement of lake fisheries on Lake Rufus Woods and adjoining waters, pursuant to state and tribal intergovernmental agreements developed under the Columbia River water supply program. For the purposes of the pilot project:

(a) A fishing permit issued to a nontribal member by the Colville Tribes shall satisfy the license requirement of RCW 77.32.010 on the waters of Lake Rufus Woods and on the north shore of Lake Rufus Woods;

(b) The Colville Tribes have agreed to provide to holders of its nontribal member fishing permits a means to demonstrate that fish in their possession were lawfully taken in Lake Rufus Woods;

(c) A Colville tribal member identification card shall satisfy the license requirement of RCW 77.32.010 on all waters of Lake Rufus Woods;

(d) The department and the Colville Tribes shall jointly designate fishing areas on the north shore of Lake Rufus Woods for the purposes of enhancing access to the recreational fisheries on the lake; and

(e) The Colville Tribes have agreed to recognize a fishing license issued under RCW 77.32.470 or RCW 77.32.490 as satisfying the nontribal member fishing permit requirements of Colville tribal law on the reservation portion of the waters of Lake Rufus Woods and at designated fishing areas on the north shore of Lake Rufus Woods;
(3) Prior to submitting its 2011-2013 biennial operating and
capital budget request related to state fish hatcheries to the office
of financial management, the department shall contract with the
hatchery scientific review group (HSRG) to review this request. This
review shall: (a) Determine if the proposed requests are consistent
with HSRG recommendations; (b) prioritize the components of the
requests based on their contributions to protecting wild salmonid
stocks and meeting the recommendations of the HSRG; and (c) evaluate
whether the proposed requests are being made in the most cost effective
manner. The department shall provide a copy of the HSRG review to the
office of financial management with their agency budget proposal.

(4) Within existing funds, the department shall continue
implementing its capital program action plan dated September 1, 2007,
including the purchase of the necessary maintenance and support costs
for the capital programs and engineering tools. The department shall
report to the office of financial management and the appropriate
committees of the legislature, its progress in implementing the plan,
including improvements instituted in its capital program, by September
30, 2010.

(5) $1,232,000 of the state wildlife account--state appropriation
is provided solely to implement Substitute House Bill No. 1778 (fish
and wildlife). If the bill is not enacted by June 30, 2009, the amount
provided in this subsection shall lapse.

(6) $400,000 of the general fund--state appropriation for fiscal
year 2010 and $400,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for a state match to support the
Puget Sound nearshore partnership between the department and the U.S.
army corps of engineers.

(7) $50,000 of the general fund--state appropriation for fiscal
year 2010 and $50,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for removal of derelict gear in
Washington waters.

(8) The department of fish and wildlife shall dispose of all Cessna
aircraft it currently owns. The proceeds from the aircraft shall be
deposited into the state wildlife account. Disposal of the aircraft
must occur no later than June 30, 2010. The department shall
coordinate with the department of natural resources on the installation
of fire surveillance equipment into its Partenavia aircraft. The
department shall make its Partenavia aircraft available to the
department of natural resources on a cost-reimbursement basis for its
use in coordinating fire suppression efforts. The two agencies shall
develop an interagency agreement that defines how they will share
access to the plane.

(9) $50,000 of the general fund--state appropriation for fiscal
year 2010 is provided solely for an electron project fish passage study
consistent with the recommendations and protocols contained in the 2008
electron project downstream fish passage final report.

(10) $60,000 of the general fund--state appropriation for fiscal
year 2010 and $60,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for implementation of Engrossed
Second Substitute Bill No. 5560 (agency climate leadership). If the
bill is not enacted by June 30, 2009, the amounts provided in this
subsection shall lapse.

(11) If sufficient new revenues are not identified to continue
hatchery operations, within the constraints of legally binding tribal
agreements, the department shall dispose of, by removal, sale, lease,
reversion, or transfer of ownership, the following hatcheries:
McKernan, Colville, Omak, Bellingham, Arlington, and Mossyrock.
Disposal of the hatcheries must occur by June 30, 2011, and any
proceeds received from disposal shall be deposited in the state
wildlife account. Within available funds, the department shall provide
quarterly reports on the progress of disposal to the office of
financial management and the appropriate fiscal committees of the
legislature. The first report shall be submitted no later than
September 30, 2009.

(12) $100,000 of the eastern Washington pheasant enhancement
account--state appropriation is provided solely for the department to
support efforts to enhance permanent and temporary pheasant habitat on
public and private lands in Grant, Franklin, and Adams counties. The
department may support efforts by entities including conservation
districts, nonprofit organizations, and landowners, and must require
such entities to provide significant nonstate matching resources, which
may be in the form of funds, material, or labor.

(13) Within the amounts appropriated in this section, the
department of fish and wildlife shall develop a method for allocating
its administrative and overhead costs proportionate to program fund
use. As part of its 2011-2013 biennial operating budget, the department shall submit a decision package that rebalances expenditure authority for all agency funds based upon proportionate contributions.

(14) Within the amounts appropriated in this section, the department shall identify additional opportunities for partnerships in order to keep fish hatcheries operational. Such partnerships shall aim to maintain fish production and salmon recovery with less reliance on state operating funds.

(15) Within the amounts appropriated in this section, the department shall work with stakeholders to develop a long-term funding model that sustains the department's work of conserving species and habitat, providing sustainable recreational and commercial opportunities and using sound business practices. The funding model analysis shall assess the appropriate uses of each fund source and whether the department's current and projected revenue levels are adequate to sustain its current programs. The department shall report its recommended funding model including supporting analysis and stakeholder participation summary to the office of financial management and the appropriate committees of the legislature by October 1, 2010.

(16) By October 1, 2010, the department shall enter into an interagency agreement with the department of natural resources for land management services for the department's wildlife conservation and recreation lands. Land management services may include but are not limited to records management, real estate services such as surveying, and land acquisition and disposal services. The interagency agreement shall describe business processes, service delivery expectations, cost, and timing. In the agreement, the department shall define its roles and responsibilities. A draft agreement shall be submitted to the office of financial management and the appropriate fiscal committees of the legislature by July 1, 2010.

(17) Prior to opening game management unit 490 to public hunting, the department shall complete an environmental impact statement that includes an assessment of how public hunting activities will impact the ongoing protection of the public water supply.

(18) The department must work with appropriate stakeholders to facilitate the disposition of salmon to best utilize the resource, increase revenues to regional fisheries enhancement groups, and enhance the provision of nutrients to food banks. By November 1, 2010, the
department must provide a report to the appropriate committees of the legislature summarizing these discussions, outcomes, and recommendations. After November 1, 2010, the department shall not solicit or award a surplus salmon disposal contract without first giving due consideration to implementing the recommendations developed during the stakeholder process.

(19) $50,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for increased fish production at Voight Creek hatchery.

Sec. 1207. 2011 c 5 s 305 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF NATURAL RESOURCES**

<table>
<thead>
<tr>
<th>Account</th>
<th>State Appropriation</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Fund--State Appropriation (FY 2010)</td>
<td>$48,822,000</td>
</tr>
<tr>
<td>General Fund--State Appropriation (FY 2011)</td>
<td>($37,321,000)</td>
</tr>
<tr>
<td>General Fund--Federal Appropriation</td>
<td>$28,784,000</td>
</tr>
<tr>
<td>General Fund--Private/Local Appropriation</td>
<td>$2,369,000</td>
</tr>
<tr>
<td>Forest Development Account--State Appropriation</td>
<td>$41,640,000</td>
</tr>
<tr>
<td>Off Road Vehicle Account--State Appropriation</td>
<td>$4,406,000</td>
</tr>
<tr>
<td>Surveys and Maps Account--State Appropriation</td>
<td>$2,332,000</td>
</tr>
<tr>
<td>Aquatic Lands Enhancement Account--State Appropriation</td>
<td>$8,315,000</td>
</tr>
<tr>
<td>Resources Management Cost Account--State Appropriation</td>
<td>$78,704,000</td>
</tr>
<tr>
<td>Surface Mining Reclamation Account--State Appropriation</td>
<td>$3,494,000</td>
</tr>
<tr>
<td>Disaster Response Account--State Appropriation</td>
<td>$5,000,000</td>
</tr>
<tr>
<td>Forest and Fish Support Account--State Appropriation</td>
<td>$8,000,000</td>
</tr>
<tr>
<td>Aquatic Land Dredged Material Disposal Site</td>
<td>$1,333,000</td>
</tr>
<tr>
<td>Natural Resources Conservation Areas Stewardship Account--State Appropriation</td>
<td>$184,000</td>
</tr>
<tr>
<td>State Toxics Control Account--State Appropriation</td>
<td>$720,000</td>
</tr>
<tr>
<td>Air Pollution Control Account--State Appropriation</td>
<td>$478,000</td>
</tr>
<tr>
<td>NOVA Program Account--State Appropriation</td>
<td>$974,000</td>
</tr>
<tr>
<td>Derelict Vessel Removal Account--State Appropriation</td>
<td>$1,749,000</td>
</tr>
<tr>
<td>Agricultural College Trust Management Account--</td>
<td></td>
</tr>
</tbody>
</table>
State Appropriation ....................... $1,941,000

TOTAL APPROPRIATION .................... ($276,566,000)

$276,547,000

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

(1) $1,355,000 of the general fund--state appropriation for fiscal year 2010 and $327,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for deposit into the agricultural college trust management account and are provided solely to manage approximately 70,700 acres of Washington State University's agricultural college trust lands.

(2) $22,670,000 of the general fund--state appropriation for fiscal year 2010, $15,089,000 of the general fund--state appropriation for fiscal year 2011, and $5,000,000 of the disaster response account--state appropriation are provided solely for emergency fire suppression. None of the general fund and disaster response account amounts provided in this subsection may be used to fund agency indirect and administrative expenses. Agency indirect and administrative costs shall be allocated among the agency's remaining accounts and appropriations. The department of natural resources shall submit a quarterly report to the office of financial management and the legislative fiscal committees detailing information on current and planned expenditures from the disaster response account. This work shall be done in coordination with the military department.

(3) $5,000,000 of the forest and fish support account--state appropriation is provided solely for adaptive management, monitoring, and participation grants to tribes. If federal funding for this purpose is reinstated, the amount provided in this subsection shall lapse.

(4) $600,000 of the derelict vessel removal account--state appropriation is provided solely for removal of derelict and abandoned vessels that have the potential to contaminate Puget Sound.

(5) $666,000 of the general fund--federal appropriation is provided solely to implement House Bill No. 2165 (forest biomass energy project). If the bill is not enacted by June 30, 2009, the amount provided in this subsection shall lapse.

(6) $5,000 of the general fund--state appropriation for fiscal year 2010 and $5,000 of the general fund--state appropriation for fiscal year 2011.
year 2011 are provided solely to implement Substitute House Bill No. 1038 (specialized forest products). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(7) $440,000 of the state general fund--state appropriation for fiscal year 2010 and $440,000 of the state general fund--state appropriation for fiscal year 2011 are provided solely for forest work crews that support correctional camps and are contingent upon continuing operations of Naselle youth camp at the level provided in fiscal year 2008. The department shall consider using up to $2,000,000 of the general fund--federal appropriation to support and utilize correctional camp crews to implement natural resource projects approved by the federal government for federal stimulus funding.

(8) The department of natural resources shall dispose of the King Air aircraft it currently owns. Before disposal and within existing funds, the department shall transfer specialized equipment for fire surveillance to the department of fish and wildlife's Partenavia aircraft. Disposal of the aircraft must occur no later than June 30, 2010, and the proceeds from the sale of the aircraft shall be deposited into the forest and fish support account.

(9) $30,000 of the general fund--state appropriation for fiscal year 2010 and $28,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for implementation of Engrossed Second Substitute Bill No. 5560 (agency climate leadership). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(10) $1,030,000 of the aquatic lands enhancement account--state appropriation for fiscal year 2011 is provided solely for continuing scientific studies already underway as part of the adaptive management process. Funds may not be used to initiate new studies unless the department secures new federal funding for the adaptive management process.

(11) Within available funds, the department of natural resources shall review the statutory method for determining aquatic lands lease rates for private marinas, public marinas not owned and operated by port districts, yacht clubs, and other entities leasing state land for boat moorage. The review shall consider alternative methods for determining rents for these entities for a fair distribution of rent,
consistent with the department management mandates for state aquatic lands.

(12) $37,000 of the general fund--state appropriation for fiscal year 2011 and $100,000 of the aquatic lands enhancement account--state appropriation are provided solely to install up to twenty mooring buoys in Eagle Harbor and to remove abandoned boats, floats, and other trespassing structures.

(13) By October 1, 2010, the department shall enter into an interagency agreement with the department of fish and wildlife for providing land management services on the department of fish and wildlife's wildlife conservation and recreation lands. Land management services may include but are not limited to records management, real estate services such as surveying, and land acquisition and disposal services. The interagency agreement shall describe business processes, service delivery expectations, cost, and timing. A draft agreement shall be submitted to the office of financial management and the appropriate fiscal committees of the legislature by July 1, 2010.

(14) $41,000 of the forest development account--state appropriation, $44,000 of the resources management cost account--state appropriation, and $2,000 of the agricultural college trust management account--state appropriation are provided solely for the implementation of Second Substitute House Bill No. 2481 (DNR forest biomass agreements). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

Sec. 1208. 2011 c 5 s 306 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF AGRICULTURE

General Fund--State Appropriation (FY 2010) . . . . . . . . $12,320,000
General Fund--State Appropriation (FY 2011) . . . . . . ($15,391,000)
        $15,366,000
General Fund--Federal Appropriation . . . . . . . . . . . $21,047,000
General Fund--Private/Local Appropriation . . . . . . . . . $193,000
Aquatic Lands Enhancement Account--State Appropriation . . . $2,564,000
State Toxics Control Account--State Appropriation . . . . $4,724,000
Water Quality Permit Account--State Appropriation . . . . . $61,000
        TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . ($56,300,000)
        $56,275,000
The appropriations in this section are subject to the following conditions and limitations:

(1) $350,000 of the aquatic lands enhancement account appropriation is provided solely for funding to the Pacific county noxious weed control board to eradicate remaining spartina in Willapa Bay.

(2) $19,000 of the general fund--state appropriation for fiscal year 2010 and $6,000 of the general fund--state appropriation for fiscal year 2011 are provided solely to implement Substitute Senate Bill No. 5797 (solid waste handling permits). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(3) The department is authorized to establish or increase the following fees in the 2009-11 biennium as necessary to meet the actual costs of conducting business: Christmas tree grower licensing, nursery dealer licensing, plant pest inspection and testing, and commission merchant licensing.

(4) $5,179,000 of the general fund--state appropriation for fiscal year 2011 and $2,782,000 of the general fund--federal appropriation are provided solely for implementation of Substitute Senate Bill No. 6341 (food assistance/department of agriculture). Within amounts appropriated in this subsection, $65,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for a contract with a food distribution program for communities in the southwestern portion of the state and for workers impacted by timber and salmon fishing closures and reductions. The department may not charge administrative overhead or expenses to this contract. If the bill is not enacted by June 30, 2010, the amounts provided in this subsection shall lapse.

(5) The department shall, if public or private funds are available, partner with eligible public and private entities with experience in food collection and distribution to review funding sources for eight full-time volunteers in the AmeriCorps VISTA program to conduct outreach to local growers, agricultural donors, and community volunteers. Public and private partners shall also be utilized to coordinate gleaning unharvested tree fruits and fresh produce for distribution to individuals throughout Washington state.

(6) When reducing laboratory activities and functions, the
department shall not impact any research or analysis pertaining to bees.

Sec. 1209. 2011 c 5 s 307 (uncodified) is amended to read as follows:

FOR THE PUGET SOUND PARTNERSHIP

General Fund--State Appropriation (FY 2010) ............... $3,143,000
General Fund--State Appropriation (FY 2011) ............... ($2,528,000)
General Fund--Federal Appropriation ....................... $2,525,000
Aquatic Lands Enhancement Account--State Appropriation .... $493,000
State Toxics Control Account--State Appropriation .......... $794,000
TOTAL APPROPRIATION ........................................ ($15,054,000)

$15,051,000

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

(1) $305,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for measuring water and habitat quality to determine watershed health and assist salmon recovery.

(2) $794,000 of the state toxics control account--state appropriation is provided solely for activities that contribute to Puget Sound protection and recovery, including provision of independent advice and assessment of the state's oil spill prevention, preparedness, and response programs, including review of existing activities and recommendations for any necessary improvements. The partnership may carry out this function through an existing committee, such as the ecosystem coordination board or the leadership council, or may appoint a special advisory council. Because this is a unique statewide program, the partnership may invite participation from outside the Puget Sound region.

(3) Within the amounts appropriated in this section, the Puget Sound partnership shall facilitate an ongoing monitoring consortium to integrate monitoring efforts for storm water, water quality, watershed health, and other indicators to enhance monitoring efforts in Puget Sound.

(4) The Puget Sound partnership shall work with Washington State University and the environmental protection agency to secure funding for the beach watchers program.
(5) $839,000 of the general fund--state appropriation for fiscal year 2010 and $608,000 of the general fund--state appropriation for fiscal year 2011 are provided solely to support public education and volunteer programs. The partnership is directed to distribute the majority of funding as grants to local organizations, local governments, and education, communication, and outreach network partners. The partnership shall track progress for this activity through the accountability system of the Puget Sound partnership.

(6) The Puget Sound partnership shall negotiate an agreement with the recreation and conservation office to consolidate or share certain administrative functions currently performed by each agency independently. The agencies shall proportionately share the costs of such shared functions. Examples of shared functions may include, but are not limited to, support for personnel, information technology, grant and contract management, invasive species work, legislative coordination, and policy and administrative support of various boards and councils.

(End of part)
PART XIII
TRANSPORTATION

Sec. 1301. 2011 c 5 s 401 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF LICENSING

General Fund--State Appropriation (FY 2010) . . . . . . . . . . . $1,436,000
General Fund--State Appropriation (FY 2011) . . . . . . . . . . . ($1,322,000)
Architects' License Account--State Appropriation . . . . . . $923,000
Professional Engineers' Account--State Appropriation . . . . . $3,568,000
Real Estate Commission Account--State Appropriation . . . . . .9,987,000
Master License Account--State Appropriation . . . . . . . . . . $15,718,000
Uniform Commercial Code Account--State Appropriation . . . . . $3,090,000
Real Estate Education Account--State Appropriation . . . . . . . $276,000
Real Estate Appraiser Commission Account--State Appropriation . $1,683,000
Business and Professions Account--State Appropriation . . . . . $15,188,000
Real Estate Research Account--State Appropriation . . . . . . . $471,000
Geologists' Account--State Appropriation . . . . . . . . . . . . . .      $53,000
Derelict Vessel Removal Account--State Appropriation . . . . . . $31,000

TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . ((($53,746,000))

$53,744,000

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

(1) Pursuant to RCW 43.135.055, the department is authorized to increase fees for cosmetologists, funeral directors, cemeteries, court reporters and appraisers. These increases are necessary to support the expenditures authorized in this section, consistent with RCW 43.24.086.

(2) $1,352,000 of the business and professions account--state appropriation is provided solely to implement Substitute Senate Bill No. 5391 (tattoo and body piercing). If the bill is not enacted by June 30, 2009, the amount provided in this subsection shall lapse.

(3) $358,000 of the business and professions account--state
appropriation is provided solely to implement Senate Bill No. 6126 (professional athletics). If the bill is not enacted by June 30, 2009, the amount provided in this subsection shall lapse.

(4) $151,000 of the real estate research account appropriation is provided solely to implement chapter 156, Laws of 2010 (real estate broker licensure fees).

(5) $158,000 of the architects' license account--state appropriation is provided solely to implement chapter 129, Laws of 2010 (architect licensing).

(6) $60,000 of the master license account--state appropriation is provided solely to implement chapter 174, Laws of 2010 (vaccine association). The amount provided in this subsection shall be from fee revenue authorized in chapter 174, Laws of 2010.

Sec. 1302. 2011 c 5 s 402 (uncodified) is amended to read as follows:

FOR THE STATE PATROL

General Fund--State Appropriation (FY 2010) ............... $38,977,000
General Fund--State Appropriation (FY 2011) ............... ($33,292,000)
General Fund--Federal Appropriation ....................... $15,793,000
General Fund--Private/Local Appropriation ................. $4,986,000
Death Investigations Account--State Appropriation ........ $5,580,000
Enhanced 911 Account--State Appropriation ................. $603,000
County Criminal Justice Assistance Account--State Appropriation ................. $3,146,000
Municipal Criminal Justice Assistance Account--State Appropriation ....................... $1,255,000
Fire Service Trust Account--State Appropriation ........... $131,000
Disaster Response Account--State Appropriation ............. $8,002,000
Fire Service Training Account--State Appropriation .......... $8,821,000
Aquatic Invasive Species Enforcement Account--State Appropriation ....................... $54,000
State Toxics Control Account--State Appropriation .......... $509,000
Fingerprint Identification Account--State Appropriation ....................... $10,454,000

TOTAL APPROPRIATION ................................... ($131,603,000)

$131,178,000
The appropriations in this section are subject to the following conditions and limitations:

1. $200,000 of the fire service training account—state appropriation is provided solely for two FTEs in the office of the state director of fire protection to exclusively review K-12 construction documents for fire and life safety in accordance with the state building code. It is the intent of this appropriation to provide these services only to those districts that are located in counties without qualified review capabilities.

2. $8,000,000 of the disaster response account—state appropriation is provided solely for Washington state fire service resource mobilization costs incurred in response to an emergency or disaster authorized under RCW 43.43.960 and 43.43.964. The state patrol shall submit a report quarterly to the office of financial management and the legislative fiscal committees detailing information on current and planned expenditures from this account. This work shall be done in coordination with the military department.

3. The 2010 legislature will review the use of king air planes by the executive branch and the adequacy of funding in this budget regarding maintaining and operating the planes to successfully accomplish their mission.

4. The appropriations in this section reflect reductions in the appropriations for the agency's administrative expenses. It is the intent of the legislature that these reductions shall be achieved, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or programs.

5. $400,000 of the fire service training account—state appropriation is provided solely for the firefighter apprenticeship training program.

6. $48,000 of the fingerprint identification account—state appropriation is provided solely to implement Substitute House Bill No. 1621 (consumer loan companies). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

7. In accordance with RCW 43.43.942, 46.52.085, and 43.135.055, the state patrol is authorized to increase the following fees in fiscal year 2011 as necessary to meet the actual costs of conducting business
and the appropriation levels in this section: Collision records requests; fire training academy courses; and fire training academy dorm accommodations.

(8) $24,000 of the fingerprint identification account--state appropriation is provided solely for implementation of chapter 47, Laws of 2010 (criminal background checks).

(End of part)
Sec. 1401. 2011 c 5 s 501 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION

General Fund--State Appropriation (FY 2010) ..... $35,415,000
General Fund--State Appropriation (FY 2011) ..... ($30,196,000)
General Fund--Federal Appropriation ............... $87,081,000
TOTAL APPROPRIATION .......................... ($152,692,000)

$152,832,000

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

(1) A maximum of $23,096,000 of the general fund--state appropriation for fiscal year 2010 and $20,070,000 of the general fund--state appropriation for fiscal year 2011 is for state agency operations.

(a) $11,226,000 of the general fund--state appropriation for fiscal year 2010 and $9,709,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the operation and expenses of the office of the superintendent of public instruction.

(i) Within the amounts provided in this subsection, the superintendent shall recognize the extraordinary accomplishments of four students who have demonstrated a strong understanding of the civics essential learning requirements to receive the Daniel J. Evans civic education award.

(ii) Within amounts appropriated in this subsection (1)(a), the office of the superintendent of public instruction, consistent with WAC 392-121-182 (alternative learning experience requirements) which requires documentation of alternative learning experience student headcount and full-time equivalent (FTE) enrollment claimed for basic education funding, shall provide, monthly, accurate monthly headcount and FTE enrollments for students in alternative learning experience (ALE) programs as well as information about resident and serving districts.
(iii) Within amounts provided in this subsection (1)(a), the state superintendent of public instruction shall share best practices with school districts regarding strategies for increasing efficiencies and economies of scale in school district noninstructional operations through shared service arrangements and school district cooperatives, as well as other practices.

(b) $25,000 of the general fund--state appropriation for fiscal year 2011 is provided to the office of the superintendent of public instruction solely to convene a science, technology, engineering, and mathematics (STEM) working group to develop a comprehensive plan with a shared vision, goals, and measurable objectives to improve policies and practices to ensure that a pathway is established for elementary schools, middle schools, high schools, postsecondary degree programs, and careers in the areas of STEM, including improving practices for recruiting, preparing, hiring, retraining, and supporting teachers and instructors while creating pathways to boost student success, close the achievement gap, and prepare every student to be college and career ready. The working group shall be composed of the director of STEM at the office of the superintendent of public instruction who shall be the chair of the working group, and at least one representative from the state board of education, professional educator standards board, state board of community and technical colleges, higher education coordinating board, workforce training and education coordinating board, the achievement gap oversight and accountability committee, and others with appropriate expertise. The working group shall develop a comprehensive plan and a report with recommendations, including a timeline for specific actions to be taken, which is due to the governor and the appropriate committees of the legislature by December 1, 2010.

(c) $920,000 of the general fund--state appropriation for fiscal year 2010 and $491,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for research and development activities associated with the development of options for new school finance systems, including technical staff, reprogramming, and analysis of alternative student funding formulae. Within this amount is $150,000 for the state board of education for further development of accountability systems, and $150,000 for the professional educator standards board for continued development of teacher certification and evaluation systems.
(d) $965,000 of the general fund--state appropriation for fiscal year 2010 and $887,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the operation and expenses of the state board of education, including basic education assistance activities.

(e) $5,366,000 of the general fund--state appropriation for fiscal year 2010 and $3,103,000 of the general fund--state appropriation for fiscal year 2011 are provided solely to the professional educator standards board for the following:

(i) $1,070,000 in fiscal year 2010 and $985,000 in fiscal year 2011 are for the operation and expenses of the Washington professional educator standards board;

(ii) $4,106,000 of the general fund--state appropriation for fiscal year 2010 and $1,936,000 of the general fund--state appropriation for fiscal year 2011 are for conditional scholarship loans and mentor stipends provided through the alternative routes to certification program administered by the professional educator standards board, including the pipeline for paraeducators program and the retooling to teach conditional loan programs. Funding within this subsection (1)(f)(ii) is also provided for the recruiting Washington teachers program.

(iii) $102,000 of the general fund--state appropriation for fiscal year 2010 is provided for the implementation of Second Substitute Senate Bill No. 5973 (student achievement gap). $94,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for the ongoing work of the achievement gap oversight and accountability committee and implementation of the committee's recommendations.

(f) $1,349,000 of the general fund--state appropriation for fiscal year 2010 and $144,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for replacement of the apportionment system, which includes the processes that collect school district budget and expenditure information, staffing characteristics, and the student enrollments that drive the funding process.

(g) $1,140,000 of the general fund--state appropriation for fiscal year 2010 and $1,227,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the creation of a statewide data base of longitudinal student information. This amount is
conditioned on the department satisfying the requirements in section 902 of this act.

(h) $75,000 of the general fund--state appropriation for fiscal year 2010 is provided solely to promote the financial literacy of students. The effort will be coordinated through the financial education public-private partnership. It is expected that nonappropriated funds available to the public-private partnership will be sufficient to continue financial literacy activities.

(i) To the maximum extent possible, in adopting new agency rules or making any changes to existing rules or policies related to the fiscal provisions in the administration of part V of this act, the office of the superintendent of public instruction shall attempt to request approval through the normal legislative budget process.

(j) $44,000 of the general fund--state appropriation for fiscal year 2010 and $45,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the implementation of Substitute Senate Bill No. 5248 (enacting the interstate compact on educational opportunity for military children).

(k) $700,000 of the general fund--state appropriation for fiscal year 2010 and $700,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the implementation of Substitute Senate Bill No. 5410 (online learning).

(l) $25,000 of the general fund--state appropriation for fiscal year 2010 and $12,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for project citizen, a program sponsored by the national conference of state legislatures and the center for civic education to promote participation in government by middle school students.

(m) $2,518,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for the implementation of Substitute House Bill No. 2776 (K-12 education funding). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

(n) $89,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for the implementation of Engrossed Second Substitute House Bill No. 3026 (state and federal civil rights laws). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.
(o) Beginning in the 2010-11 school year, the superintendent of public instruction shall require all districts receiving general apportionment funding for alternative learning experience (ALE) programs as defined in WAC 392-121-182 to provide separate financial accounting of expenditures for the ALE programs offered in district or with a provider, including but not limited to private companies and multidistrict cooperatives.

(p) $55,000 of the general fund--state appropriation for fiscal year 2011 is provided to the office of the superintendent of public instruction solely to convene a technical working group to establish standards, guidelines, and definitions for what constitutes a basic education program for highly capable students and the appropriate funding structure for such a program, and to submit recommendations to the legislature for consideration. The working group may convene advisory subgroups on specific topics as necessary to assure participation and input from a broad array of diverse stakeholders. The working group must consult with and seek input from nationally recognized experts; researchers and academics on the unique educational, emotional, and social needs of highly capable students and how to identify such students; representatives of national organizations and associations for educators of or advocates for highly capable students; school district representatives who are educators, counselors, and classified school employees involved with highly capable programs; parents of students who have been identified as highly capable; representatives from the federally recognized tribes; and representatives of cultural, linguistic, and racial minority groups and the community of persons with disabilities. The working group shall make recommendations to the quality education council and to appropriate committees of the legislature by December 1, 2010. The recommendations shall take into consideration that access to the program for highly capable students is not an individual entitlement for any particular student. The recommendations shall seek to minimize underrepresentation of any particular demographic or socioeconomic group by better identification, not lower standards or quotas, and shall include the following:

(i) Standardized state-level identification procedures, standards, criteria, and benchmarks, including a definition or definitions of a
highly capable student. Students who are both highly capable and are
students of color, are poor, or have a disability must be addressed;

(ii) Appropriate programs and services that have been shown by
research and practice to be effective with highly capable students but
maintain options and flexibility for school districts, where possible;

(iii) Program administration, management, and reporting
requirements for school districts;

(iv) Appropriate educator qualifications, certification
requirements, and professional development and support for educators
and other staff who are involved in programs for highly capable
students;

(v) Self-evaluation models to be used by school districts to
determine the effectiveness of the program and services provided by the
school district for highly capable programs;

(vi) An appropriate state-level funding structure; and

(vii) Other topics deemed to be relevant by the working group.

(q) $1,000,000 of the general fund--state appropriation for fiscal
year 2011 is provided solely for contracting with a college scholarship
organization with expertise in conducting outreach to students
concerning eligibility for the Washington college bound scholarship
consistent with chapter 405, Laws of 2007.

(r) $24,000 of the general fund--state appropriation for fiscal
year 2010 is provided solely for implementation of Substitute Senate
Bill No. 6759 (requiring a plan for a voluntary program of early
learning as a part of basic education). If the bill is not enacted by
June 30, 2010, the amounts provided in this subsection (1)(r) shall
lapse.

(s) $950,000 of the general fund--state appropriation for fiscal
year 2010 and $150,000 of the general fund--state appropriation
for fiscal year 2011 are provided solely for office of the attorney

(2) $12,320,000 of the general fund--state appropriation for fiscal
year 2010, $10,127,000 of the general fund--state appropriation for
fiscal year 2011, and $55,890,000 of the general fund--federal
appropriation are for statewide programs.

(a) HEALTH AND SAFETY

(i) $2,541,000 of the general fund--state appropriation for fiscal
year 2010 and $2,381,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for a corps of nurses located at educational service districts, as determined by the superintendent of public instruction, to be dispatched to the most needy schools to provide direct care to students, health education, and training for school staff.

(ii) $100,000 of the general fund--state appropriation for fiscal year 2010 and $94,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for a school safety training program provided by the criminal justice training commission. The commission, in collaboration with the school safety center advisory committee, shall provide the school safety training for all school administrators and school safety personnel, including school safety personnel hired after the effective date of this section.

(iii) $9,670,000 of the general fund--federal appropriation is provided for safe and drug free schools and communities grants for drug and violence prevention activities and strategies.

(iv) $96,000 of the general fund--state appropriation for fiscal year 2010 and $90,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the school safety center in the office of the superintendent of public instruction subject to the following conditions and limitations:

(A) The safety center shall: Disseminate successful models of school safety plans and cooperative efforts; provide assistance to schools to establish a comprehensive safe school plan; select models of cooperative efforts that have been proven successful; act as an information dissemination and resource center when an incident occurs in a school district either in Washington or in another state; coordinate activities relating to school safety; review and approve manuals and curricula used for school safety models and training; and develop and maintain a school safety information web site.

(B) The school safety center advisory committee shall develop a training program, using the best practices in school safety, for all school safety personnel.

(v) $70,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for the youth suicide prevention program.

(vi) $50,000 of the general fund--state appropriation for fiscal year 2010 and $47,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for a nonviolence and leadership
training program provided by the institute for community leadership.

(b) TECHNOLOGY

(i) $1,842,000 of the general fund--state appropriation for fiscal
year 2010 and $1,635,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for K-20 telecommunications
network technical support in the K-12 sector to prevent system failures
and avoid interruptions in school utilization of the data processing
and video-conferencing capabilities of the network. These funds may be
used to purchase engineering and advanced technical support for the
network.

(ii) $1,475,000 of the general fund--state appropriation for fiscal
year 2010, $1,045,000 of the general fund--state appropriation for
fiscal year 2011, and $435,000 of the general fund--federal
appropriation are provided solely for implementing a comprehensive data
system to include financial, student, and educator data. The office of
the superintendent of public instruction will convene a data governance
group to create a comprehensive needs-requirement document, conduct a
gap analysis, and define operating rules and a governance structure for
K-12 data collections.

(c) GRANTS AND ALLOCATIONS

(i) $1,329,000 of the general fund--state appropriation for fiscal
year 2010 and $664,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for the special services pilot
project to include up to seven participating districts. The office of
the superintendent of public instruction shall allocate these funds to
the district or districts participating in the pilot program according
to the provisions of RCW 28A.630.016.

(ii) $750,000 of the general fund--state appropriation for fiscal
year 2010 and $750,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for the Washington state achievers
scholarship program. The funds shall be used to support community
involvement officers that recruit, train, and match community volunteer
mentors with students selected as achievers scholars.

(iii) $25,000 of the general fund--state appropriation for fiscal
year 2010 is provided solely for developing and disseminating
curriculum and other materials documenting women's role in World War
II.
(iv) $175,000 of the general fund--state appropriation for fiscal year 2010 and $87,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for incentive grants for districts and pilot projects to develop preapprenticeship programs. Incentive grant awards up to $10,000 each shall be used to support the program's design, school/business/labor agreement negotiations, and recruiting high school students for preapprenticeship programs in the building trades and crafts.

(v) $2,898,000 of the general fund--state appropriation for fiscal year 2010 and $2,924,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the dissemination of the navigation 101 curriculum to all districts. The funding shall support electronic student planning tools and software for analyzing the impact of navigation 101 on student performance, as well as grants to a maximum of one hundred school districts each year, based on progress and need for the implementation of the navigation 101 program. The implementation grants shall be awarded to a cross-section of school districts reflecting a balance of geographic and demographic characteristics. Within the amounts provided, the office of the superintendent of public instruction will create a navigation 101 accountability model to analyze the impact of the program.

(vi) $627,000 of the general fund--state appropriation for fiscal year 2010 and $225,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for implementation of a statewide program for comprehensive dropout prevention, intervention, and retrieval.

(vii) $40,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for program initiatives to address the educational needs of Latino students and families. Using the full amounts of the appropriations under this subsection (2)(c)(vii), the office of the superintendent of public instruction shall contract with the Seattle community coalition of compana quetzal to provide for three initiatives: (A) Early childhood education; (B) parent leadership training; and (C) high school success and college preparation programs.

(viii) $60,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for a pilot project to encourage bilingual high school students to pursue public school teaching as a profession. Using the full amounts of the appropriation under this subsection, the
office of the superintendent of public instruction shall contract with
the Latino/a educational achievement project (LEAP) to work with school
districts to identify and mentor not fewer than fifty bilingual
students in their junior year of high school, encouraging them to
become bilingual instructors in schools with high English language
learner populations. Students shall be mentored by bilingual teachers
and complete a curriculum developed and approved by the participating
districts.

(ix) $145,000 of the general fund--state appropriation for fiscal
year 2010 and $37,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely to the office of the
superintendent of public instruction to enhance the reading skills of
students with dyslexia by implementing the findings of the dyslexia
pilot program. Funds shall be used to provide information and training
to classroom teachers and reading specialists, for development of a
dyslexia handbook, and to take other statewide actions to improve the
reading skills of students with dyslexia. The training program shall
be delivered regionally through the educational service districts.

(x) $97,000 of the general fund--state appropriation for fiscal
year 2010 and $48,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely to support vocational student
leadership organizations.

(xi) $100,000 of the general fund--state appropriation for fiscal
year 2011 is provided solely for drop-out prevention programs at the
office of the superintendent of public instruction including the jobs
for America's graduates (JAG) program.

Sec. 1402. 2011 c 5 s 502 (uncodified) is amended to read as
follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL
APPORTIONMENT

General Fund--State Appropriation (FY 2010) . . . . . . . . $5,126,153,000
General Fund--State Appropriation (FY 2011) . . . . (($4,887,369,000))

$4,623,555,000

General Fund--Federal Appropriation . . . . . . . . . . $208,098,000
TOTAL APPROPRIATION . . . . . . . . . . (($10,221,620,000))

$9,957,806,000
The appropriations in this section are subject to the following conditions and limitations:

(1)(a) 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.

(b) The appropriations in this section include federal funds provided through section 101 of Public Law No. 111-226 (education jobs fund), which shall be used to support general apportionment program funding. In distributing general apportionment allocations under this section for the 2010-11 school year, the superintendent shall include the entire allocation from the federal funds provided through section 101 of Public Law No. 111-226 (education jobs fund) as part of each district's general apportionment allocation.

(2) Allocations for certificated staff salaries for the 2009-10 and 2010-11 school years shall be determined using formula-generated staff units calculated pursuant to this subsection. Staff allocations for small school enrollments in (e) through (g) of this subsection shall be reduced for vocational full-time equivalent enrollments. Staff allocations for small school enrollments in grades K-6 shall be the greater of that generated under (a) of this subsection, or under (d) and (e) of this subsection. Certificated staffing allocations shall be as follows:

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

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

(ii)(A)(I) For districts that enroll fewer than 25 percent of their total full-time equivalent student enrollment in grades K through three in digital or online learning programs as defined in WAC 392-121-182, as in effect on November 1, 2009: For the 2009-10 school year, fifty-three and two-tenths certificated instructional staff units per thousand full-time equivalent students in grades K through three and, for the portion of the 2010-11 school year from September 1, 2010, through January 31, 2011, fifty and seventy-five one-hundredths certificated instructional staff units per thousand full-time equivalent students in grades K through three.
(II) For all other districts for the 2009-10 school year, a minimum of forty-nine certificated instructional staff units per 1,000 full-time equivalent (FTE) students in grades K through three, with additional certificated instructional staff units to equal the documented staffing level in grades K through three, up to a maximum of fifty-three and two-tenths certificated instructional staff units per 1,000 FTE students.

For the portion of the 2010 school year from September 1, 2010, through January 31, 2011, a minimum of forty-nine certificated instructional staff units per thousand full-time equivalent students in grades K through three, with additional certificated instructional staff units to equal the documented staffing level in grades K through three, up to a maximum of fifty and seventy-five one-hundredths certificated instructional staff units per thousand full-time equivalent students in grades K through three.

(B)(I) For districts that enroll fewer than 25 percent of their total full-time equivalent student enrollment in grade four in digital or online learning programs defined in WAC 392-121-182 as in effect on November 1, 2009: For the 2009-10 school year, fifty-three and two-tenths certificated instructional staff units per thousand full-time equivalent students in grade four, and for the portion of the 2010-11 school year from September 1, 2010, through January 31, 2011, forty-six and twenty-seven one-hundredths certificated instructional staff units per thousand full-time equivalent students in grade four.

(II) For all other districts:

For the 2009-10 school year, a minimum of forty-six certificated instructional staff units per 1,000 full-time equivalent (FTE) students in grade four, and additional certificated instructional staff units to equal the documented staffing level in grade four, up to a maximum of fifty-three and two-tenths certificated instructional staff units per 1,000 FTE students.

For the portion of the 2010-11 school year from September 1, 2010, through January 31, 2011, a minimum of forty-six certificated instructional staff units per 1,000 full-time equivalent (FTE) students in grade four, and additional certificated instructional staff units to equal the documented staffing level in grade four, up to a maximum of forty-six and twenty-seven one-hundredths certificated instructional staff units per 1,000 FTE students;
(iii) For the portion of the 2010-11 school year beginning February 1, 2010:

(A) Forty-nine certificated instructional staff units per thousand full-time equivalent students in grades kindergarten through three;
(B) Forty-six certificated instructional staff units per thousand full-time equivalent students in grade 4;
(iv) All allocations for instructional staff units per thousand full-time equivalent students above forty-nine in grades kindergarten through three and forty-six in grade four shall occur in apportionments in the monthly periods prior to February 1, 2011;
(v) Forty-six certificated instructional staff units per thousand full-time equivalent students in grades 5-12;
(vi) Certificated staff allocations in this subsection (2)(a) exceeding the statutory minimums established in RCW 28A.150.260 shall not be considered part of basic education;
(b) For school districts with a minimum enrollment of 250 full-time equivalent students whose full-time equivalent student enrollment count in a given month exceeds the first of the month full-time equivalent enrollment count by 5 percent, an additional state allocation of 110 percent of the share that such increased enrollment would have generated had such additional full-time equivalent students been included in the normal enrollment count for that particular month;
(c)(i) On the basis of full-time equivalent enrollment in:
(A) Vocational education programs approved by the superintendent of public instruction, a maximum of 0.92 certificated instructional staff units and 0.08 certificated administrative staff units for each 19.5 full-time equivalent vocational students;
(B) Middle school vocational STEM programs approved by the superintendent of public instruction, a maximum of 0.92 certificated instructional staff units and 0.8 certificated administrative staff units for each 19.5 full-time equivalent vocational students; and
(C) Skills center programs meeting the standards for skills center funding established in January 1999 by the superintendent of public instruction with a waiver allowed for skills centers in current operation that are not meeting this standard until the 2010-11 school year, 0.92 certificated instructional staff units and 0.08 certificated administrative units for each 16.67 full-time equivalent vocational students;
(ii) Vocational full-time equivalent enrollment shall be reported on the same monthly basis as the enrollment for students eligible for basic support, and payments shall be adjusted for reported vocational enrollments on the same monthly basis as those adjustments for enrollment for students eligible for basic support; and

(iii) Indirect cost charges by a school district to vocational-secondary programs and vocational middle-school shall not exceed 15 percent of the combined basic education and vocational enhancement allocations of state funds;

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

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

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

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

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

(ii) For enrollment of up to twenty annual average full-time equivalent students in grades 7 and 8, 0.92 certificated instructional staff units and 0.08 certificated administrative staff units;
(f) For districts operating no more than two high schools with enrollments of less than three hundred average annual full-time equivalent students, for enrollment in grades 9-12 in each such school, other than alternative schools:

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

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

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

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

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

(3) Allocations for classified salaries for the 2009-10 and 2010-11 school years shall be calculated using formula-generated classified staff units determined as follows:

   (a) For enrollments generating certificated staff unit allocations under subsection (2)(e) through (h) of this section, one classified staff unit for each 2.94 certificated staff units allocated under such subsections;
(b) For all other enrollment in grades K-12, including vocational full-time equivalent enrollments, one classified staff unit for each 58.75 average annual full-time equivalent students; and

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

(4) Fringe benefit allocations shall be calculated at a rate of 14.43 percent in the 2009-10 school year and 14.43 percent in the 2010-11 school year for certificated salary allocations provided under subsection (2) of this section, and a rate of 16.59 percent in the 2009-10 school year and 16.59 percent in the 2010-11 school year for classified salary allocations provided under subsection (3) of this section.

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

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

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

(6)(a) For nonemployee-related costs associated with each certificated staff unit allocated under subsection (2)(a), (b), and (d) through (g) of this section, there shall be provided a maximum of $10,179 per certificated staff unit in the 2009-10 school year and a maximum of $10,424 per certificated staff unit in the 2010-11 school year.

(b) For nonemployee-related costs associated with each vocational certificated staff unit allocated under subsection (2)(c)(i)(A) of this section, there shall be provided a maximum of $24,999 per certificated staff unit in the 2009-10 school year and a maximum of $25,399 per certificated staff unit in the 2010-11 school year.

(c) For nonemployee-related costs associated with each vocational certificated staff unit allocated under subsection (2)(c)(i)(B) of this...
section, there shall be provided a maximum of $19,395 per certificated staff unit in the 2009-10 school year and a maximum of $19,705 per certificated staff unit in the 2010-11 school year.

(7) Allocations for substitute costs for classroom teachers shall be distributed at a maintenance rate of $607.44 for the 2009-10 and 2010-11 school years per allocated classroom teachers exclusive of salary increase amounts provided in section 504 of this act. Solely for the purposes of this subsection, allocated classroom teachers shall be equal to the number of certificated instructional staff units allocated under subsection (2) of this section, multiplied by the ratio between the number of actual basic education certificated teachers and the number of actual basic education certificated instructional staff reported statewide for the prior school year.

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

(9) Funding in this section is sufficient to provide additional service year credits to educational staff associates pursuant to chapter 403, Laws of 2007.

(10)(a) The superintendent may distribute a maximum of $5,452,000 outside the basic education formula during fiscal years 2010 and 2011 as follows:

(i) For fire protection for school districts located in a fire protection district as now or hereafter established pursuant to chapter 52.04 RCW, a maximum of $567,000 may be expended in fiscal year 2010 and a maximum of $576,000 may be expended in fiscal year 2011;

(ii) For summer vocational programs at skills centers, a maximum of $2,385,000 may be expended for the 2010 fiscal year and a maximum of $600,000 for the 2011 fiscal year;

(iii) A maximum of $403,000 may be expended for school district emergencies; and
(iv) A maximum of $485,000 for fiscal year 2010 and $436,000 for fiscal year 2011 may be expended for programs providing skills training for secondary students who are enrolled in extended day school-to-work programs, as approved by the superintendent of public instruction. The funds shall be allocated at a rate not to exceed $500 per full-time equivalent student enrolled in those programs.

(b) Funding in this section is sufficient to fund a maximum of 1.6 FTE enrollment for skills center students pursuant to chapter 463, Laws of 2007.

(11) For purposes of RCW 84.52.0531, the increase per full-time equivalent student is 4.0 percent from the 2008-09 school year to the 2009-10 school year and 4.0 percent from the 2009-10 school year to the 2010-11 school year.

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

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

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

(13) General apportionment payments to the Steilacoom historical school district shall reflect changes to operation of the Harriet Taylor elementary school consistent with the timing of reductions in correctional facility capacity and staffing.

(14) $15,500,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for the superintendent for financial contingency funds for eligible school districts. Of the amount provided in this subsection, $2,500,000 is for school districts needing financial assistance as a result of budget reductions included in this act. Of the amount provided in this subsection, $13,000,000 is for school districts needing financial
assistance as a result of delaying a portion of the June apportionment payment. The financial contingency funds shall be allocated to eligible districts in the form of an advance of their respective general apportionment allocations.

(a) Eligibility:

The superintendent shall determine a district's eligibility for receipt of financial contingency funds, and districts shall be eligible only if the following conditions are met:

(i) A petition is submitted by the school district as provided in RCW 28A.510.250 and WAC 392-121-436; and

(ii) The district's projected general fund balance for the month of March is less than one-half of one percent of its budgeted general fund expenditures as submitted to the superintendent for the 2010-11 school year on the F-196 report.

(b) Calculations:

The superintendent shall calculate the financial contingency allocation to each district as the lesser of:

(i) The amount set forth in the school district's resolution;

(ii) An amount not to exceed 10 percent of the total amount to become due and apportionable to the district from September 1st through August 31st of the current school year;

(iii) The highest negative monthly cash and investment balance of the general fund between the date of the resolution and May 31st of the school year based on projections approved by the county treasurer and the educational service district.

(c) Repayment:

For any amount allocated to a district in state fiscal year 2011, the superintendent shall deduct in state fiscal year 2012 from the district's general apportionment the amount of the emergency contingency allocation and any earnings by the school district on the investment of a temporary cash surplus due to the emergency contingency allocation. Repayments or advances will be accomplished by a reduction in the school district's apportionment payments on or before June 30th of the school year following the distribution of the emergency contingency allocation. All disbursements, repayments, and outstanding allocations to be repaid of the emergency contingency pool shall be reported to the office of financial management and the appropriate
fiscal committees of the legislature on July 1st and January 1st of each year.

Sec. 1403. 2010 1st sp.s. c 37 s 504 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL EMPLOYEE COMPENSATION ADJUSTMENTS

General Fund--State Appropriation (FY 2010) . . . . . . . ($4,414,000)
General Fund--State Appropriation (FY 2011) . . . . ((($1,806,000)))
General Fund--Federal Appropriation . . . . . . . . . . . . . ($1,000)
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . . . . ((($6,221,000)))

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

(1)(a) Additional salary adjustments as necessary to fund the base salaries for certificated instructional staff as listed for each district in LEAP Document 2, defined in section 503(2)(b) of this act. Allocations for these salary adjustments shall be provided to all districts that are not grandfathered to receive salary allocations above the statewide salary allocation schedule, and to certain grandfathered districts to the extent necessary to ensure that salary allocations for districts that are currently grandfathered do not fall below the statewide salary allocation schedule.

(b) Additional salary adjustments to certain districts as necessary to fund the per full-time-equivalent salary allocations for certificated administrative staff as listed for each district in LEAP Document 2, defined in section 503(2)(b) of this act. These adjustments shall ensure a minimum salary allocation for certificated administrative staff of $57,986 in the 2009-10 school year and $57,986 in the 2010-11 school year.

(c) Additional salary adjustments to certain districts as necessary to fund the per full-time-equivalent salary allocations for classified staff as listed for each district in LEAP Document 2, defined in section 503(2)(b) of this act. These salary adjustments ensure a minimum salary allocation for classified staff of $31,865 in the 2009-10 school year and $31,865 in the 2010-11 school year.
(d) The appropriations in this subsection (1) include associated incremental fringe benefit allocations at rates 13.79 percent for the 2009-10 school year and 13.79 percent for the 2010-11 school year for certificated staff and 13.09 percent for the 2009-10 school year and 13.09 percent for the 2010-11 school year for classified staff.

(e) The appropriations in this section include the increased or decreased portion of salaries and incremental fringe benefits for all relevant state-funded school programs in part V of this act. Changes for general apportionment (basic education) are based on the salary allocation schedules and methodology in sections 502 and 503 of this act. Changes for special education result from changes in each district's basic education allocation per student. Changes for educational service districts and institutional education programs are determined by the superintendent of public instruction using the methodology for general apportionment salaries and benefits in sections 502 and 503 of this act. The appropriations in this section provide incremental fringe benefit alterations based on formula adjustments as follows:

<table>
<thead>
<tr>
<th>Program</th>
<th>2009-10</th>
<th>2010-11</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pupil Transportation (per weighted pupil mile)</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Highly Capable (per formula student)</td>
<td>($1.49)</td>
<td>($2.98)</td>
</tr>
<tr>
<td>Transitional Bilingual Education (per eligible bilingual student)</td>
<td>($3.93)</td>
<td>($7.86)</td>
</tr>
<tr>
<td>Learning Assistance (per formula student)</td>
<td>($1.18)</td>
<td>($2.36)</td>
</tr>
</tbody>
</table>

(f) The appropriations in this section include no salary adjustments for substitute teachers.

(2) $44,213,000 is provided for adjustments to insurance benefit allocations. The maintenance rate for insurance benefit allocations is $732.00 per month for the 2009-10 and 2010-11 school years. The appropriations in this section provide for a rate increase to $745.00 per month for the 2009-10 school year and $768.00 per month for the 2010-11 school year. The adjustments to health insurance benefits are at the following rates:
### Pupil Transportation (per weighted pupil mile)

<table>
<thead>
<tr>
<th>School Year</th>
<th>2009-10</th>
<th>2010-11</th>
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</thead>
<tbody>
<tr>
<td>Pupil Transportation</td>
<td>$0.12</td>
<td>$0.33</td>
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</tbody>
</table>

### Highly Capable (per formula student)

<table>
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<tr>
<th>School Year</th>
<th>2009-10</th>
<th>2010-11</th>
</tr>
</thead>
<tbody>
<tr>
<td>Highly Capable</td>
<td>$0.79</td>
<td>$2.22</td>
</tr>
</tbody>
</table>

### Transitional Bilingual Education (per eligible bilingual student)

<table>
<thead>
<tr>
<th>School Year</th>
<th>2009-10</th>
<th>2010-11</th>
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</thead>
<tbody>
<tr>
<td>Transitional Bilingual Education</td>
<td>$2.11</td>
<td>$5.83</td>
</tr>
</tbody>
</table>

### Learning Assistance (per formula student)

<table>
<thead>
<tr>
<th>School Year</th>
<th>2009-10</th>
<th>2010-11</th>
</tr>
</thead>
<tbody>
<tr>
<td>Learning Assistance</td>
<td>$0.54</td>
<td>$1.49</td>
</tr>
</tbody>
</table>

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

Sec. 1404. 2011 c 5 s 503 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION

| General Fund--State Appropriation (FY 2010) | $317,116,000 |
| General Fund--State Appropriation (FY 2011) | ($296,408,000) |
| TOTAL APPROPRIATION | $613,524,000 |

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 $878,000 of this fiscal year 2010 appropriation and a maximum of $803,000 of the fiscal year 2011 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) Allocations for transportation of students shall be based on reimbursement rates of $48.15 per weighted mile in the 2009-10 school year and $48.37 per weighted mile in the 2010-11 school year exclusive of salary and benefit adjustments provided in section 504 of this act. Allocations for transportation of students transported more than one
radius mile shall be based on weighted miles as determined by
the superintendent of public instruction multiplied by the per mile
reimbursement rates for the school year pursuant to the formulas
adopted by the superintendent of public instruction. Allocations for
transportation of students living within one radius mile shall be based
on the number of enrolled students in grades kindergarten through five
living within one radius mile of their assigned school multiplied by
the per mile reimbursement rate for the school year multiplied by 1.29.

(4) The office of the superintendent of public instruction shall
provide reimbursement funding to a school district only after the
superintendent of public instruction determines that the school bus was
purchased from the list established pursuant to RCW 28A.160.195(2) or
a comparable competitive bid process based on the lowest price quote
based on similar bus categories to those used to establish the list
pursuant to RCW 28A.160.195.

(5) The superintendent of public instruction shall base
depreciation payments for school district buses on the pre-sales tax
five-year average of lowest bids in the appropriate category of bus.
In the final year on the depreciation schedule, the depreciation
payment shall be based on the lowest bid in the appropriate bus
category for that school year.

(6) Funding levels in this section reflect reductions from the
implementation of Substitute House Bill No. 1292 (authorizing waivers
from the one hundred eighty-day school year requirement in order to
allow four-day school weeks).

Sec. 1405. 2011 c 5 s 504 (uncodified) is amended to read as
follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL FOOD SERVICE
PROGRAMS

General Fund--State Appropriation (FY 2010) ............. $3,159,000
General Fund--State Appropriation (FY 2011) ............. $7,111,000
General Fund--Federal Appropriation .................. ($448,588,000)

$505,188,000

TOTAL APPROPRIATION .................. ($458,858,000)

$515,458,000

The appropriations in this section are subject to the following
conditions and limitations:
(1) $3,000,000 of the general fund--state appropriation for fiscal year 2010 is provided for state matching money for federal child nutrition programs.

(2) $100,000 of the general fund--state appropriation for fiscal year 2010 is provided for summer food programs for children in low-income areas.

(3) $59,000 of the general fund--state appropriation for fiscal year 2010 is provided solely to reimburse school districts for school breakfasts served to students enrolled in the free or reduced price meal program pursuant to chapter 287, Laws of 2005 (requiring school breakfast programs in certain schools).

(4) $7,111,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for state matching money for federal child nutrition programs, and may support the meals for kids program through the following allowable uses:

(a) Elimination of breakfast copays for eligible public school students and lunch copays for eligible public school students in grades kindergarten through third grade who are eligible for reduced price lunch;

(b) Assistance to school districts and authorized public and private nonprofit organizations for supporting summer food service programs, and initiating new summer food service programs in low-income areas; and

(c) Reimbursements to school districts for school breakfasts served to students eligible for free and reduced price lunch, pursuant to chapter 287, Laws of 2005.

Sec. 1406. 2011 c 5 s 505 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION PROGRAMS

General Fund--State Appropriation (FY 2010) ......... $632,136,000

General Fund--State Appropriation (FY 2011) ....... (($626,099,000)) $627,316,000

General Fund--Federal Appropriation ............... (($664,601,000)) $675,618,000

Education Legacy Trust Account--State Appropriation ................. $756,000
The appropriations in this section are subject to the following conditions and limitations:

(1) Funding for special education programs is provided on an excess cost basis, pursuant to RCW 28A.150.390. School districts shall ensure that special education students as a class receive their full share of the general apportionment allocation accruing through sections 502 and 504 of this act. To the extent a school district cannot provide an appropriate education for special education students under chapter 28A.155 RCW through the general apportionment allocation, it shall provide services through the special education excess cost allocation funded in this section.

(2)(a) The superintendent of public instruction shall ensure that:
   (i) Special education students are basic education students first;
   (ii) As a class, special education students are entitled to the full basic education allocation; and
   (iii) Special education students are basic education students for the entire school day.
   (b) The superintendent of public instruction shall continue to implement the full cost method of excess cost accounting, as designed by the committee and recommended by the superintendent, pursuant to section 501(1)(k), chapter 372, Laws of 2006.

(3) Each 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.

(4) The superintendent of public instruction shall distribute state funds to school districts based on two categories: (a) The first category includes (i) children birth through age two who are eligible for the optional program for special education eligible developmentally delayed infants and toddlers, and (ii) students eligible for the mandatory special education program and who are age three or four, or five and not yet enrolled in kindergarten; and (b) the second category includes students who are eligible for the mandatory special education program and who are age five and enrolled in kindergarten and students age six through 21.

(5)(a) For the 2009-10 and 2010-11 school years, the superintendent shall make allocations to each district based on the sum of:
(i) A district's annual average headcount enrollment of students ages birth through four and those five year olds not yet enrolled in kindergarten, as defined in subsection (4) of this section, multiplied by the district's average basic education allocation per full-time equivalent student, multiplied by 1.15; and

(ii) A district's annual average full-time equivalent basic education enrollment multiplied by the funded enrollment percent determined pursuant to subsection (6)(b) of this section, multiplied by the district's average basic education allocation per full-time equivalent student multiplied by 0.9309.

(b) For purposes of this subsection, "average basic education allocation per full-time equivalent student" for a district shall be based on the staffing ratios required by RCW 28A.150.260 and shall not include enhancements, secondary vocational education, or small schools in the 2009-10 school year. In the 2010-11 school year, the per student allocation under this subsection (5)(b) shall include the same factors as in the 2009-10 school year, but shall also include the classified staff enhancements included in section 502(3)(b).

(6) The definitions in this subsection apply throughout this section.

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

(b) "Enrollment percent" means the district's resident special education annual average enrollment, excluding the birth through age four enrollment and those five year olds not yet enrolled in kindergarten, as a percent of the district's annual average full-time equivalent basic education enrollment.

Each district's general fund--state funded special education enrollment shall be the lesser of the district's actual enrollment percent or 12.7 percent.

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

(8) To the extent necessary, $19,512,000 of the general fund--state appropriation and $29,574,000 of the general fund--federal appropriation are provided for safety net awards for districts with demonstrated needs for special education funding beyond the amounts provided in subsection (5) of this section. If the federal safety net awards based on the federal eligibility threshold exceed the federal appropriation in this subsection (8) in any fiscal year, the superintendent shall expend all available federal discretionary funds necessary to meet this need. Safety net funds shall be awarded by the state safety net oversight committee subject to the following conditions and limitations:

(a) The committee shall consider unmet needs for districts that can convincingly demonstrate that all legitimate expenditures for special education exceed all available revenues from state funding formulas. In the determination of need, the committee shall also consider additional available revenues from federal sources. Differences in program costs attributable to district philosophy, service delivery choice, or accounting practices are not a legitimate basis for safety net awards. In the determination of need, the committee shall require that districts demonstrate that they are maximizing their eligibility for all state and federal revenues related to services for special education-eligible students. Awards associated with (b) and (c) of this subsection shall not exceed the total of a district's specific determination of need.

(b) The committee shall then consider the extraordinary high cost needs of one or more individual special education students. Differences in costs attributable to district philosophy, service delivery choice, or accounting practices are not a legitimate basis for safety net awards.

(c) Using criteria developed by the committee, the committee shall then consider extraordinary costs associated with communities that draw a larger number of families with children in need of special education
services. The safety net awards to school districts shall be adjusted to reflect amounts awarded under (b) of this subsection.

(d) The maximum allowable indirect cost for calculating safety net eligibility may not exceed the federal restricted indirect cost rate for the district plus one percent.

(e) Safety net awards must be adjusted for any audit findings or exceptions related to special education funding.

(f) Safety net awards shall be adjusted based on the percent of potential medicaid eligible students billed as calculated by the superintendent in accordance with chapter 318, Laws of 1999. The state safety net oversight committee shall ensure that safety net documentation and awards are based on current medicaid revenue amounts.

(g) Beginning with the 2010-11 school year award cycle, the office of the superintendent of public instruction shall make award determinations for state safety net funding in August of each school year. Determinations on school district eligibility for state safety net awards shall be based on analysis of actual expenditure data from the current school year.

(9) The superintendent of public instruction may adopt such rules and procedures as are necessary to administer the special education funding and safety net award process. Prior to revising any standards, procedures, or rules, the superintendent shall consult with the office of financial management and the fiscal committees of the legislature.

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

(a) One staff from the office of superintendent of public instruction;

(b) Staff of the office of the state auditor who shall be nonvoting members of the committee; and

(c) One or more representatives from school districts or educational service districts knowledgeable of special education programs and funding.

(11) The office of the superintendent of public instruction shall review and streamline the application process to access safety net funds, provide technical assistance to school districts, and annually survey school districts regarding improvement to the process.

(12) A maximum of $678,000 may be expended from the general fund--state appropriations to fund 5.43 full-time equivalent teachers
and 2.1 full-time equivalent aides at children's orthopedic hospital and medical center. This amount is in lieu of money provided through the home and hospital allocation and the special education program.

(13) The superintendent shall maintain the percentage of federal flow-through to school districts at 85 percent. In addition to other purposes, school districts may use increased federal funds for high-cost students, for purchasing regional special education services from educational service districts, and for staff development activities particularly relating to inclusion issues.

(14) A school district may carry over from one year to the next year up to 10 percent of the general fund--state funds allocated under this program; however, carryover funds shall be expended in the special education program.

(15) $262,000 of the general fund--state appropriation for fiscal year 2010 and $251,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for two additional full-time equivalent staff to support the work of the safety net committee and to provide training and support to districts applying for safety net awards.

(16) $50,000 of the general fund--state appropriation for fiscal year 2010, $50,000 of the general fund--state appropriation for fiscal 2011, and $100,000 of the general fund--federal appropriation shall be expended to support a special education ombudsman program within the office of superintendent of public instruction.

Sec. 1407. 2010 1st sp. s. c 37 s 509 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT ASSISTANCE

General Fund--State Appropriation (FY 2010) . . . . . . . $93,141,000
General Fund--State Appropriation (FY 2011) . . . . . . ($286,911,000)
    $285,980,000
General Fund--Federal Appropriation . . . . . . . . . . . . . $157,043,000
    TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . ($537,095,000)
       $536,164,000

The appropriations in this section are subject to the following conditions and limitations:
(1) $157,043,000 of the general fund--federal appropriation for fiscal year 2010 is provided solely for American recovery and reinvestment act of 2009 (ARRA) fiscal stabilization funds to restore state reductions for local effort assistance payments.

(2) $21,808,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for implementation of Substitute House Bill No. 2893 (school levies). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.

Sec. 1408. 2010 1st sp.s. c 37 s 510 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL EDUCATION PROGRAMS

General Fund--State Appropriation (FY 2010) . . . . . . . $18,059,000
General Fund--State Appropriation (FY 2011) . . . . . . (($19,006,000))

$20,063,000

TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . (($37,065,000))

$38,122,000

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

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

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

(4) The funded staffing ratios for education programs for juveniles age 18 or less in department of corrections facilities shall be the same as those provided in the 1997-99 biennium.

(5) $228,000 of the general fund--state appropriation for fiscal year 2010 and ($228,000) $509,000 of the general fund--state appropriation for fiscal year 2011 are provided solely to maintain at
least one certificated instructional staff and related support services
at an institution whenever the K-12 enrollment is not sufficient to
support one full-time equivalent certificated instructional staff to
furnish the educational program. The following types of institutions
are included: Residential programs under the department of social and
health services for developmentally disabled juveniles, programs for
juveniles under the department of corrections, and programs for
juveniles under the juvenile rehabilitation administration.

(6) Ten percent of the funds allocated for each institution may be
carried over from one year to the next.

Sec. 1409. 2011 c 5 s 507 (uncodified) is amended to read as
follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PROGRAMS FOR HIGHLY
CAPABLE STUDENTS
General Fund--State Appropriation (FY 2010) . . . . . . . . . . $9,189,000
General Fund--State Appropriation (FY 2011) . . . . . . . . . (.($9,162,000))

$9,137,000

TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . ($18,351,000)

$18,326,000

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) Allocations for school district programs for highly capable
students shall be distributed at a maximum rate of $401.08 per funded
student for the 2009-10 school year and $401.08 per funded student for
the 2010-11 school year, exclusive of salary and benefit adjustments
pursuant to section 504 of this act. For the 2009-10 and 2010-11
school years, the number of funded students shall be a maximum of 2.314
percent of each district's full-time equivalent basic education
enrollment.

(3) $90,000 of the fiscal year 2010 appropriation and $81,000 of
the fiscal year 2011 appropriation are provided for the Washington
destination imagination network and future problem-solving programs.

(4) $170,000 of the fiscal year 2010 appropriation and $153,000 of
the fiscal year 2011 appropriation are provided for the centrum program at Fort Worden state park.

**Sec. 1410.** 2011 c 5 s 508 (uncodified) is amended to read as follows:

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

General Fund--State Appropriation (FY 2010) ............ $93,642,000
General Fund--State Appropriation (FY 2011) ............ (($85,691,000)) $83,143,000
General Fund--Federal Appropriation .................... $154,627,000
Education Legacy Trust Account--State Appropriation ................ $(99,981,000) $98,610,000
TOTAL APPROPRIATION ................................. (($432,941,000)) $430,022,000

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

1. $35,804,000 of the general fund--state appropriation for fiscal year 2010, $31,850,000 of the general fund--state appropriation for fiscal year 2011, $1,350,000 of the education legacy trust account--state appropriation, and $17,869,000 of the general fund--federal appropriation are provided solely for development and implementation of the Washington state assessment system, including:
   (i) Development and implementation of retake assessments for high school students who are not successful in one or more content areas; and (ii) development and implementation of alternative assessments or appeals procedures to implement the certificate of academic achievement. The superintendent of public instruction shall report quarterly on the progress on development and implementation of alternative assessments or appeals procedures. Within these amounts, the superintendent of public instruction shall contract for the early return of 10th grade student assessment results, on or around June 10th of each year.

2. $3,249,000 of the general fund--state appropriation for fiscal year 2010 and $3,249,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the design of the state
(3) Within amounts provided in subsections (1) and (2) of this section, the superintendent of public instruction, in consultation with the state board of education, shall develop a statewide high school end-of-course assessment measuring student achievement of the state science standards in biology to be implemented statewide in the 2011-12 school year. By December 1, 2010, the superintendent of public instruction shall recommend whether additional end-of-course assessments in science should be developed and in which content areas. Any recommendation for additional assessments must include an implementation timeline and the projected cost to develop and administer the assessments.

(4) $1,014,000 of the education legacy trust account appropriation is provided solely for allocations to districts for salaries and benefits for the equivalent of two additional professional development days for fourth and fifth grade teachers during the 2008-2009 school year. The allocations shall be made based on the calculations of certificated instructional staff units for fourth and fifth grade provided in section 502 of this act and on the calculations of compensation provided in sections 503 and 504 of this act. Districts may use the funding to support additional days for professional development as well as job-embedded forms of professional development.

(5) $3,241,000 of the education legacy trust fund appropriation is provided solely for allocations to districts for salaries and benefits for the equivalent of three additional professional development days for middle and high school math and science teachers during the 2008-2009 school year, as well as specialized training for one math and science teacher in each middle school and high school during the 2008-2009 school year. Districts may use the funding to support additional days for professional development as well as job-embedded forms of professional development.

(6) $3,773,000 of the education legacy trust account—state appropriation is provided solely for a math and science instructional coaches program pursuant to chapter 396, Laws of 2007. Funding shall be used to provide grants to schools and districts to provide salaries, benefits, and professional development activities for up to twenty-five instructional coaches in middle and high school math and twenty-five
instructional coaches in middle and high school science in each year of
the biennium; and up to $300,000 may be used by the office of the
superintendent of public instruction to administer and coordinate the
program.

(7) $1,740,000 of the general fund--state appropriation for fiscal
year 2010 ((and $1,775,000 of the general fund--state appropriation for
fiscal year 2011 are)) is provided solely to allow approved middle and
junior high school career and technical education programs to receive
enhanced vocational funding. The office of the superintendent of
public instruction shall provide allocations to districts for middle
and junior high school students in accordance with the funding formulas
provided in section 502 of this act. If Second Substitute Senate Bill
No. 5676 is enacted the allocations are formula-driven, otherwise the
office of the superintendent shall consider the funding provided in
this subsection as a fixed amount, and shall adjust funding to stay
within the amounts provided in this subsection. Beginning in school
year 2010-11, middle and junior high vocational programs will be funded
out of general apportionment.

(8) $139,000 of the general fund--state appropriation for fiscal
year 2010 and $93,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for (a) staff at the office of the
superintendent of public instruction to coordinate and promote efforts
to develop integrated math, science, technology, and engineering
programs in schools and districts across the state; and (b) grants of
$2,500 to provide twenty middle and high school teachers each year
professional development training for implementing integrated math,
science, technology, and engineering program in their schools.

(9) $1,473,000 of the general fund--state appropriation for fiscal
year 2010 and $197,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for the Washington state
leadership and assistance for science education reform (LASER) regional
partnership activities coordinated at the Pacific science center,
including instructional material purchases, teacher and principal
professional development, and school and community engagement events.
Funding shall be distributed to the various LASER activities in a
manner proportional to LASER program spending during the 2007-2009
biennium.
(10) ($88,981,000) $88,610,000 of the education legacy trust account--state appropriation is provided solely for grants for voluntary full-day kindergarten at the highest poverty schools, as provided in chapter 400, Laws of 2007. The office of the superintendent of public instruction shall provide allocations to districts for recipient schools in accordance with the funding formulas provided in section 502 of this act. Each kindergarten student who enrolls for the voluntary full-day program in a recipient school shall count as one-half of one full-time equivalent student for the purpose of making allocations under this subsection. Although the allocations are formula-driven, the office of the superintendent shall consider the funding provided in this subsection as a fixed amount, and shall limit the number of recipient schools so as to stay within the amounts appropriated each fiscal year in this subsection. The funding provided in this subsection is estimated to provide full-day kindergarten programs for 20 percent of kindergarten enrollment. Funding priority shall be given to schools with the highest poverty levels, as measured by prior year free and reduced priced lunch eligibility rates in each school. Additionally, as a condition of funding, school districts must agree to provide the full-day program to the children of parents who request it in each eligible school. For the purposes of calculating a school district levy base, funding provided in this subsection shall be considered a state block grant program under RCW 84.52.0531.

(a) Of the amounts provided in this subsection, a maximum of $272,000 may be used for administrative support of the full-day kindergarten program within the office of the superintendent of public instruction.

(b) Student enrollment pursuant to this program shall not be included in the determination of a school district's overall K-12 FTE for the allocation of student achievement programs and other funding formulas unless specifically stated.

(11) $700,000 of the general fund--state appropriation for fiscal year 2010 and $450,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the development of a leadership academy for school principals and administrators. The superintendent of public instruction shall contract with an independent organization to design, field test, and implement a state-of-the-art education leadership academy that will be accessible throughout the
state. Initial development of the content of the academy activities shall be supported by private funds. Semiannually the independent organization shall report on amounts committed by foundations and others to support the development and implementation of this program. Leadership academy partners, with varying roles, shall include the state level organizations for school administrators and principals, the superintendent of public instruction, the professional educator standards board, and others as the independent organization shall identify.

(12) $105,754,000 of the general fund--federal appropriation is provided for preparing, training, and recruiting high quality teachers and principals under Title II of the No Child Left Behind Act.

(13) $1,960,000 of the general fund--state appropriation for fiscal year 2010 and $761,000 of the general fund--state appropriation for fiscal year 2011 are provided solely to the office of the superintendent of public instruction for focused assistance. The office of the superintendent of public instruction shall conduct educational audits of low-performing schools and enter into performance agreements between school districts and the office to implement the recommendations of the audit and the community. Funding in this subsection shall be used for focused assistance programs for individual schools or school districts. The office of the superintendent of public instruction shall report to the fiscal committees of the legislature by September 1, 2011, providing an accounting of the uses of focused assistance funds during the 2009-11 fiscal biennium, including a list of schools served and the types of services provided.

(14) $1,667,000 of the general fund--state appropriation for fiscal year 2010 is provided solely to eliminate the lunch co-pay for students in grades kindergarten through third grade that are eligible for reduced price lunch.

(15) $5,285,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for: (a) The meals for kids program under RCW 28A.235.145 through 28A.235.155; (b) to eliminate the breakfast co-pay for students eligible for reduced price lunch; and (c) for additional assistance for school districts initiating a summer food service program.

(16) $1,003,000 of the general fund--state appropriation for fiscal year 2010 and $528,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for the Washington reading corps. The superintendent shall allocate reading corps members to low-performing schools and school districts that are implementing comprehensive, proven, research-based reading programs. Two or more schools may combine their Washington reading corps programs. Grants provided under this section may be used by school districts for expenditures from September 2009 through August 31, 2011.

(17) $3,269,000 of the general fund--state appropriation for fiscal year 2010 and $3,594,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for grants to school districts to provide a continuum of care for children and families to help children become ready to learn. Grant proposals from school districts shall contain local plans designed collaboratively with community service providers. If a continuum of care program exists in the area in which the school district is located, the local plan shall provide for coordination with existing programs to the greatest extent possible. Grant funds shall be allocated pursuant to RCW 70.190.040.

(18) $1,861,000 of the general fund--state appropriation for fiscal year 2010 and $1,836,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for improving technology infrastructure, monitoring and reporting on school district technology development, promoting standards for school district technology, promoting statewide coordination and planning for technology development, and providing regional educational technology support centers, including state support activities, under chapter 28A.650 RCW.

(19) $225,000 of the general fund--state appropriation for fiscal year 2010 and $150,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the operation of the center for the improvement of student learning pursuant to RCW 28A.300.130.

(20) $246,000 of the education legacy trust account--state appropriation is provided solely for costs associated with the office of the superintendent of public instruction's statewide director of technology position.

(21) (a) $28,715,000 of the general fund--state appropriation for fiscal year 2010 and ($36,168,000) $35,395,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the following bonuses for teachers who hold valid, unexpired certification
from the national board for professional teaching standards and who are
teaching in a Washington public school, subject to the following
conditions and limitations:

(i) For national board certified teachers, a bonus of $5,000 per
teacher beginning in the 2007-08 school year and adjusted for inflation
in each school year thereafter in which Initiative 732 cost of living
adjustments are provided;

(ii) An additional $5,000 annual bonus shall be paid to national
board certified teachers who teach in either: (A) High schools where
at least 50 percent of student headcount enrollment is eligible for
federal free or reduced price lunch, (B) middle schools where at least
60 percent of student headcount enrollment is eligible for federal free
or reduced price lunch, or (C) elementary schools where at least 70
percent of student headcount enrollment is eligible for federal free or
reduced price lunch;

(iii) The superintendent of public instruction shall adopt rules to
ensure that national board certified teachers meet the qualifications
for bonuses under (a)(ii) of this subsection for less than one full
school year receive bonuses in a pro-rated manner; and

(iv) During the 2009-10 and 2010-11 school years, and within the
available state and federal appropriations, certificated instructional
staff who have met the eligibility requirements and have applied for
certification from the national board for professional teaching
standards may receive a conditional two thousand dollars or the amount
set by the office of the superintendent of public instruction to
contribute toward the current assessment fee, not including the initial
up-front candidacy payment. The fee shall be an advance on the first
annual bonus under RCW 28A.405.415. The assessment fee for national
certification is provided in addition to compensation received under a
district's salary schedule adopted in accordance with RCW 28A.405.200
and shall not be included in calculations of a district's average
salary and associated salary limitation under RCW 28A.400.200.
Recipients who fail to receive certification after three years are
required to repay the assessment fee, not including the initial up-
front candidacy payment, as set by the national board for professional
teaching standards and administered by the office of the superintendent
of public instruction. The office of the superintendent of public
instruction shall adopt rules to define the terms for initial grant of
the assessment fee and repayment, including applicable fees.

(b) Included in the amounts provided in this subsection are amounts
for mandatory fringe benefits.

(22) $2,475,000 of the general fund--state appropriation for fiscal
year 2010 and $456,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for secondary career and technical
education grants pursuant to chapter 170, Laws of 2008. This funding
may additionally be used to support FIRST Robotics programs. In fiscal
year 2011, if equally matched by private donations, $300,000 of the
appropriation shall be used to support FIRST Robotics programs,
including FIRST Robotics professional development.

(23) $75,000 of the general fund--state appropriation for fiscal
year 2011 is provided solely for the implementation of House Bill No.
2621 (K-12 school resource programs). If the bill is not enacted by
June 30, 2010, the amount provided in this subsection shall lapse.

(24) $300,000 of the general fund--state appropriation for fiscal
year 2010 is provided solely for the local farms-healthy kids program
as described in chapter 215, Laws of 2008. The program is suspended in
the 2011 fiscal year, and not eliminated.

(25) $2,348,000 of the general fund--state appropriation for fiscal
year 2010 and $1,000,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for a beginning educator support
program. School districts and/or regional consortia may apply for
grant funding beginning in the 2009-10 school year. The superintendent
shall implement this program in 5 to 15 school districts and/or
regional consortia. The program provided by a district and/or regional
consortia shall include: A paid orientation; assignment of a qualified
mentor; development of a professional growth plan for each beginning
teacher aligned with professional certification; release time for
mentors and new teachers to work together, and teacher observation time
with accomplished peers. $250,000 may be used to provide state-wide
professional development opportunities for mentors and beginning
educators. The superintendent of public instruction shall adopt rules
to establish and operate a research-based beginning educator support
program no later than August 31, 2009. OSPI must evaluate the
program's progress and may contract for this work. A report to the
legislature about the beginning educator support program is due
November 1, 2010.

(26) $390,000 of the education legacy trust account--state
appropriation is provided solely for the development and implementation
of diagnostic assessments, consistent with the recommendations of the
Washington assessment of student learning work group.

(27) Funding within this section is provided for implementation of
Engrossed Substitute Senate Bill No. 5414 (statewide assessments and
curricula).

(28) $530,000 of the general fund--state appropriation for fiscal
year 2010 and $265,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for the leadership internship
program for superintendents, principals, and program administrators.

(29) Funding for the community learning center program, established
in RCW 28A.215.060, and providing grant funding for the 21st century
after-school program, is suspended and not eliminated.

(30) $2,357,000 of the general fund--state appropriation for fiscal
year 2011 is provided solely for implementation of Engrossed Second
Substitute Senate Bill No. 6696 (education reform). Of the amount
provided, $142,000 is provided to the professional educators' standards
board and $120,000 is provided to the system of the educational service
districts, to fulfill their respective duties under the bill.

Sec. 1411. 2010 1st sp.s. c 37 s 514 (uncodified) is amended to
read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL
BILINGUAL PROGRAMS

General Fund--State Appropriation (FY 2010) . . . . . . . . . . $76,419,000
General Fund--State Appropriation (FY 2011) . . . . . . . . . . (($77,672,000))

$79,912,000

General Fund--Federal Appropriation . . . . . . . . . . . . . . $65,263,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . (($219,354,000))

$221,594,000

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) The superintendent shall distribute a maximum of $901.46 per eligible bilingual student in the 2009-10 school year and $901.46 in the 2010-11 school year, exclusive of salary and benefit adjustments provided in section 504 of this act.

(3) The superintendent may withhold up to 1.5 percent of the school year allocations to school districts in subsection (2) of this section, and adjust the per eligible pupil rates in subsection (2) of this section accordingly, solely for the central provision of assessments as provided in RCW 28A.180.090 (1) and (2).

(4) $70,000 of the amounts appropriated in this section are provided solely to track current and former transitional bilingual program students.

(5) The general fund--federal appropriation in this section is provided for migrant education under Title I Part C and English language acquisition, and language enhancement grants under Title III of the elementary and secondary education act.

Sec. 1412. 2010 1st sp.s. c 37 s 515 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING ASSISTANCE PROGRAM

General Fund--State Appropriation (FY 2010) ............ $103,865,000
General Fund--State Appropriation (FY 2011) ........ $114,240,000
General Fund--Federal Appropriation ............... ($553,925,000)

$580,425,000 Education Legacy Trust Account--State Appropriation .... $47,980,000
TOTAL APPROPRIATION ................. ($816,082,000)

$846,510,000

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

(1) The general fund--state appropriations in this section are subject to the following conditions and limitations:

(a) The appropriations include such funds as are necessary to complete the school year ending in the fiscal year and for prior fiscal year adjustments.

(b) Funding for school district learning assistance programs shall be allocated at maximum rates of $281.71 per funded student for the
2009-10 school year and $283.00 per funded student for the 2010-11 school year exclusive of salary and benefit adjustments provided under section 504 of this act.

(c) A school district's funded students for the learning assistance program shall be the sum of the following as appropriate:

(i) The district's full-time equivalent enrollment in grades K-12 for the prior school year multiplied by the district's percentage of October headcount enrollment in grades K-12 eligible for free or reduced price lunch in the prior school year; and

(ii) If, in the prior school year, the district's percentage of October headcount enrollment in grades K-12 eligible for free or reduced price lunch exceeded forty percent, subtract forty percent from the district's percentage and multiply the result by the district's K-12 annual average full-time equivalent enrollment for the prior school year.

(d) In addition to the amounts allocated in (b) and (c) of this subsection, an additional amount shall be allocated to school districts with high concentrations of poverty and English language learner students, subject to the following rules and conditions:

(i) To qualify for additional funding under this subsection, a district's October headcount enrollment in grades kindergarten through grade twelve must have at least twenty percent enrolled in the transitional bilingual instruction program based on an average of the program headcount taken in October and May of the prior school year; and must also have at least forty percent eligible for free or reduced price lunch based on October headcount enrollment in grades kindergarten through twelve in the prior school year.

(ii) Districts meeting the specifications in (d)(i) of this subsection shall receive additional funded students for the learning assistance program at the rates specified in subsection (1)(b) of this section. The number of additional funded student units shall be calculated by subtracting twenty percent from the district's percent transitional bilingual instruction program enrollment as defined in (d)(i) of this subsection, and the resulting percent shall be multiplied by the district's kindergarten through twelve annual average full-time equivalent enrollment for the prior school year.

(2) Allocations made pursuant to subsection (1) of this section shall be adjusted to reflect ineligible applications identified through
the annual income verification process required by the national school
lunch program, as recommended in the report of the state auditor on the
learning assistance program dated February, 2010.

(3) The general fund--federal appropriation in this section is
provided for Title I Part A allocations of the no child left behind act

(4) A school district may carry over from one year to the next up
to 10 percent of the general fund--state or education legacy trust
funds allocated under this program; however, carryover funds shall be
expended for the learning assistance program.

(5) School districts are encouraged to coordinate the use of these
funds with other federal, state, and local sources to serve students
who are below grade level and to make efficient use of resources in
meeting the needs of students with the greatest academic deficits.

(6) Within amounts appropriated in this section, funding is
provided for the implementation of extended learning programs required

Sec. 1413. 2010 1st sp.s. c 37 s 516 (uncodified) is amended to
read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR STUDENT ACHIEVEMENT
PROGRAMS
General Fund--State Appropriation (FY 2010) ......... $19,000
General Fund--State Appropriation (FY 2011) ....... ($25,730,000)
      $25,417,000
General Fund--Federal Appropriation .............. $200,295,000
      TOTAL APPROPRIATION ............... ($226,044,000)
          $225,731,000

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

(1) Funding for school district student achievement programs shall
be allocated at a maximum rate of $131.16 per FTE student for the 2009-
10 school year and $0 per FTE student for the 2010-11 school year. For
the purposes of this section, FTE student refers to the annual average
full-time equivalent enrollment of the school district in grades
kindergarten through twelve for the prior school year, as reported to
the office of the superintendent of public instruction by August 31st
of the previous school year.
(2) The appropriation is allocated for the following uses as specified in RCW 28A.505.210:

(a) To reduce class size by hiring certificated elementary classroom teachers in grades K-4 and paying nonemployee-related costs associated with those new teachers;

(b) To make selected reductions in class size in grades 5-12, such as small high school writing classes;

(c) To provide extended learning opportunities to improve student academic achievement in grades K-12, including, but not limited to, extended school year, extended school day, before-and-after-school programs, special tutoring programs, weekend school programs, summer school, and all-day kindergarten;

(d) To provide additional professional development for educators including additional paid time for curriculum and lesson redesign and alignment, training to ensure that instruction is aligned with state standards and student needs, reimbursement for higher education costs related to enhancing teaching skills and knowledge, and mentoring programs to match teachers with skilled, master teachers. The funding shall not be used for salary increases or additional compensation for existing teaching duties, but may be used for extended year and extended day teaching contracts;

(e) To provide early assistance for children who need prekindergarten support in order to be successful in school; or

(f) To provide improvements or additions to school building facilities which are directly related to the class size reductions and extended learning opportunities under (a) through (c) of this subsection (2).

(3) The superintendent of public instruction shall distribute the school year allocation according to the monthly apportionment schedule defined in RCW 28A.510.250.

(4) $200,295,000 of the general fund--federal appropriation for fiscal year 2010 is provided solely for American recovery and reinvestment act of 2009 (ARRA) fiscal stabilization funds to restore state reductions for the student achievement program.

Sec. 1414. 2010 1st sp.s. c 37 s 517 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION
(1) Appropriations made in this act to the office of the superintendent of public instruction shall initially be allotted as required by this act. Subsequent allotment modifications shall not include transfers of moneys between sections of this act, except as expressly provided in subsection (2) of this section.

(2) The appropriations to the office of the superintendent of public instruction in this act shall be expended for the programs and amounts specified in this act. However, after May 1, (2010) 2011, unless specifically prohibited by this act and after approval by the director of financial management, the superintendent of public instruction may transfer state general fund appropriations for fiscal year (2010) 2011 among the following programs to meet the apportionment schedule for a specified formula in another of these programs: General apportionment; employee compensation adjustments; pupil transportation; special education programs; institutional education programs; transitional bilingual programs; and student achievement and learning assistance programs.

(3) The director of financial management shall notify the appropriate legislative fiscal committees in writing prior to approving any allotment modifications or transfers under this section.

(End of part)
Sec. 1501. 2011 c 5 s 601 (uncodified) is amended to read as follows:

FOR THE UNIVERSITY OF WASHINGTON

General Fund--State Appropriation (FY 2010) .............. $269,571,000
General Fund--State Appropriation (FY 2011) ............... ($259,706,000)
General Fund--Federal Appropriation ....................... $43,971,000
Education Legacy Trust Account--State Appropriation ...... $54,534,000
Accident Account--State Appropriation ..................... $6,750,000
Medical Aid Account--State Appropriation ................. $6,540,000
Biotoxin Account--State Appropriation .................... $449,000

TOTAL APPROPRIATION ...................................... ($641,521,000)

.............. $641,367,000

The appropriations in this section are subject to the following conditions and limitations:
(1) In implementing the appropriations in this section, the president and regents shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other non-instructional activities.
(2) Because higher education is an essential driver of economic recovery and development, the university shall maintain, and endeavor to increase, enrollment and degree production levels at or beyond their academic year 2008-09 levels in the following high-demand fields: Biological and biomedical sciences; computer and information sciences; education with specializations in special education, math, or science; engineering and engineering technology; health professions and related clinical sciences; and mathematics and statistics.
(3) $75,000 of the general fund--state appropriation for fiscal year 2010 and $75,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for forestry research by the Olympic natural resources center.
(4) $150,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for the William D. Ruckelshaus center for
facilitation, support, and analysis to support the nurse staffing
steering committee in its work to apply best practices related to
patient safety and nurse staffing.

(5) $54,000 of the general fund--state appropriation for fiscal
year 2010 and $54,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for the University of Washington
geriatric education center to provide a voluntary adult family home
certification program. In addition to the minimum qualifications
required under RCW 70.128.120, individuals participating in the
voluntary adult family home certification program shall complete fifty-
two hours of class requirements as established by the University of
Washington geriatric education center. Individuals completing the
requirements of RCW 70.128.120 and the voluntary adult family home
certification program shall be issued a certified adult family home
license by the department of social and health services. The
department of social and health services shall adopt rules implementing
the provisions of this subsection.

(6) $50,000 of the general fund--state appropriation for fiscal
year 2010 and $52,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for the center for international
trade in forest products in the college of forest resources.

(7) $250,000 of the general fund--state appropriation for fiscal
year 2011 is provided solely for joint planning to increase the number
of residency positions and programs in eastern Washington and Spokane
within the existing Washington, Wyoming, Alaska, Montana, Idaho (WWAMI)
regional medical education program partnership between the University
of Washington school of medicine, Washington State University, and area
physicians and hospitals. The joint planning efforts are to include
preparation of applications for new residency programs in family
medicine, internal medicine, obstetrics, psychiatry and general
surgery; business plans for those new programs; and for increasing the
number of positions in existing programs among regional academic and
hospital partners and networks. The results of the joint planning
efforts, including the status of the application preparation and
business plan, must be reported to the house of representatives
committee on higher education and the senate committee on higher
education and workforce development by December 1, 2010.
(8) $25,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for implementation of chapter 164, Laws of 2010 (local government infrastructure). The University of Washington shall use a qualified researcher to report the percentage probability that the application's assumptions and estimates of jobs created and increased tax receipts will be achieved by the projects. In making this report, the qualified researcher shall work with the department of revenue and the applicants to develop a series of factors that are based on available economic metrics and sound principles.

(9) Appropriations in section 609 of this act reflect reductions to the state need grant. The University of Washington shall use locally held funds to provide a commensurate amount of aid to eligible students who would have received state need grant payments through the appropriations in section 609 of this act.

By September 1, 2011, the University of Washington shall report to the appropriate legislative fiscal and policy committees regarding the implementation of this section. The report shall provide detail on the number of students provided aid under this subsection and the amount of aid provided to each student.

Sec. 1502. 2011 c 5 s 602 (uncodified) is amended to read as follows:

FOR WASHINGTON STATE UNIVERSITY
General Fund--State Appropriation (FY 2010) ......... $169,462,000
General Fund--State Appropriation (FY 2011) ......... (($170,699,000)) $170,590,000
General Fund--Federal Appropriation .............. $15,772,000
Education Legacy Trust Account--State Appropriation .... $34,435,000
     TOTAL APPROPRIATION ....................... (($390,368,000)) $390,259,000

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

(1) In implementing the appropriations in this section, the president and regents shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other non-instructional activities.

(2) Because higher education is an essential driver of economic recovery and development, the university shall maintain, and endeavor
to increase, enrollment and degree production levels at or beyond their
academic year 2008-09 levels in the following high-demand fields:
Biological and biomedical sciences; computer and information sciences;
education with specializations in special education, math, or science;
engineering and engineering technology; health professions and related
clinical sciences; and mathematics and statistics.

(3) When implementing reductions for fiscal year 2010 and fiscal
year 2011, Washington State University shall minimize reductions to
extension services and agriculture extension services. Agriculture
extension includes:
(a) Faculty with extension appointments working within the
following departments in the college of agricultural, human, and
natural resource sciences with extension appointments: Animal
sciences, crop and soil sciences, entomology, horticulture, and plant
pathology;
(b) The portion of county extension educators' appointments
assigned to the "agricultural programs" area;
(c) Staff with extension appointments and extension operating
allocations located at the irrigated agriculture research and extension
center (Prosser), northwest Washington research and extension center
(Mt. Vernon), and tree fruit research and extension center (Wenatchee);
and
(d) Extension contributions to the center for precision
agricultural systems, center for sustaining agriculture and natural
resources, and the agriculture weather network.

(4) $75,000 of the general fund--state appropriation for fiscal
year 2010 and $75,000 of the general fund--state appropriation for
fiscal year 2011 are provided solely for research related to honeybee
colony collapse disease.

(5) Appropriations in section 609 of this act reflect reductions to
the state need grant. Washington State University shall use locally
held funds to provide a commensurate amount of aid to eligible students
who would have received state need grant payments through the
appropriations in section 609 of this act.

By September 1, 2011, Washington State University shall report to
the appropriate legislative fiscal and policy committees regarding the
implementation of this section. The report shall provide detail on the
number of students provided aid under this subsection and the amount of aid provided to each student.

Sec. 1503. 2011 c 5 s 603 (uncodified) is amended to read as follows:

FOR EASTERN WASHINGTON UNIVERSITY
General Fund--State Appropriation (FY 2010) . . . . . . . . . . . . . . . . . . . . . . . . . . . $34,689,000
General Fund--State Appropriation (FY 2011) . . . . . . . . . . . . . . . . . . . . . . $(35,126,000)
General Fund--Federal Appropriation . . . . . . . . . . . . . . . . . . . . . . . . . . . . . $5,522,000
Education Legacy Trust Account--State Appropriation . . . . . . . . . . . . . . . . . . . . . . . . . . . $16,041,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . $(91,378,000)

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

(1) In implementing the appropriations in this section, the president and governing board shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other non-instructional activities.

(2) Because higher education is an essential driver of economic recovery and development, the university shall maintain, and endeavor to increase, enrollment and degree production levels at or beyond their academic year 2008-09 levels in the following high-demand fields: Biological and biomedical sciences; computer and information sciences; education with specializations in special education, math, or science; engineering and engineering technology; health professions and related clinical sciences; and mathematics and statistics.

(3) At least $200,000 of the general fund--state appropriation for fiscal year 2010 and at least $200,000 of the general fund--state appropriation for fiscal year 2011 shall be expended on the northwest autism center.

(4) Appropriations in section 609 of this act reflect reductions to the state need grant. Eastern Washington University shall use locally held funds to provide a commensurate amount of aid to eligible students who would have received state need grant payments through the appropriations in section 609 of this act.

By September 1, 2011, Eastern Washington University shall report to the appropriate legislative fiscal and policy committees regarding the
implementation of this section. The report shall provide detail on the
number of students provided aid under this subsection and the amount of
aid provided to each student.

Sec. 1504. 2011 c 5 s 604 (uncodified) is amended to read as
follows:

FOR CENTRAL WASHINGTON UNIVERSITY
General Fund--State Appropriation (FY 2010) . . . . . . . . . . . $30,289,000
General Fund--State Appropriation (FY 2011) . . . . . . . . . . . ($32,383,000)
General Fund--Federal Appropriation . . . . . . . . . . . . . . . . . $6,975,000
Education Legacy Trust Account--State Appropriation . . . . . $19,012,000
TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . . . . ($88,659,000)
$88,613,000

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

(1) In implementing the appropriations in this section, the
president and governing board shall seek to minimize impacts on student
services and instructional programs by maximizing reductions in
administration and other non-instructional activities.

(2) Because higher education is an essential driver of economic
recovery and development, the university shall maintain, and endeavor
to increase, enrollment and degree production levels at or beyond their
academic year 2008-09 levels in the following high-demand fields:
Biological and biomedical sciences; computer and information sciences;
education with specializations in special education, math, or science;
engineering and engineering technology; health professions and related
clinical sciences; and mathematics and statistics.

(3) Appropriations in section 609 of this act reflect reductions to
the state need grant. Central Washington University shall use locally
held funds to provide a commensurate amount of aid to eligible students
who would have received state need grant payments through the
appropriations in section 609 of this act.

By September 1, 2011, Central Washington University shall report to
the appropriate legislative fiscal and policy committees regarding the
implementation of this section. The report shall provide detail on the
number of students provided aid under this subsection and the amount of
aid provided to each student.
Sec. 1505. 2011 c 5 s 605 (uncodified) is amended to read as follows:

FOR THE EVERGREEN STATE COLLEGE

General Fund--State Appropriation (FY 2010) ............ $20,514,000
General Fund--State Appropriation (FY 2011) ............ (($17,728,000))

$17,714,000

General Fund--Federal Appropriation ......................... $2,366,000
Education Legacy Trust Account--State Appropriation ...... $5,417,000

TOTAL APPROPRIATION ................................ $46,011,000

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

(1) In implementing the appropriations in this section, the president and governing board shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other non-instructional activities.

(2) Because higher education is an essential driver of economic recovery and development, the college shall maintain, and endeavor to increase, enrollment and degree production levels at or beyond their academic year 2008-09 levels in the following high-demand fields: Biological and biomedical sciences; computer and information sciences; education with specializations in special education, math, or science; engineering and engineering technology; health professions and related clinical sciences; and mathematics and statistics.

(3)(a) At least $100,000 of the general fund--state appropriation for fiscal year 2010 shall be expended on the labor education and research center.

(b) In fiscal year 2011 the labor education and research center shall be transferred from The Evergreen State College to south Seattle community college.

(4) $100,000 of the general fund--state appropriation for fiscal year 2010 and $100,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the Washington state institute for public policy to report to the legislature regarding efficient and effective programs and policies. The report shall calculate the return on investment to taxpayers from evidence-based prevention and intervention programs and policies that influence crime, K-12 education outcomes, child maltreatment, substance abuse, mental health, public
health, public assistance, employment, and housing. The institute for public policy shall provide the legislature with a comprehensive list of programs and policies that improve these outcomes for children and adults in Washington and result in more cost-efficient use of public resources. The institute shall submit interim reports by December 15, 2009, and October 1, 2010, and a final report by June 30, 2011. The institute may receive additional funds from a private organization for the purpose of conducting this study.

(5) To the extent federal or private funding is available for this purpose, the Washington state institute for public policy and the center for reinventing public education at the University of Washington shall examine the relationship between participation in pension systems and teacher quality and mobility patterns in the state. The department of retirement systems shall facilitate researchers' access to necessary individual-level data necessary to effectively conduct the study. The researchers shall ensure that no individually identifiable information will be disclosed at any time. An interim report on project findings shall be completed by November 15, 2010, and a final report shall be submitted to the governor and to the relevant committees of the legislature by October 15, 2011.

(6) At least $200,000 of the general fund--state appropriation for fiscal year 2010 and at least $200,000 of the general fund--state appropriation for fiscal year 2011 shall be expended on the Washington center for undergraduate education.

(7) $15,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for the Washington state institute for public policy to examine the need for and methods to increase the availability of nonfood items, such as personal hygiene supplies, soaps, paper products, and other items, to needy persons in the state. The study shall examine existing private and public programs that provide such products, and develop recommendations for the most cost-effective incentives for private and public agencies to increase local distribution outlets and local and regional networks of supplies. A final report shall be delivered to the legislature and the governor by December 1, 2009.

(8) $17,000 of the general fund--state appropriation for fiscal year 2010 and $42,000 of the general fund--state appropriation for fiscal year 2011 are provided to the Washington state institute for
public policy to implement Second Substitute House Bill No. 2106 (child welfare outcomes). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(9) $54,000 of the general fund--state appropriation for fiscal year 2010 and $23,000 of the general fund--state appropriation for fiscal year 2011 are provided solely to implement Substitute Senate Bill No. 5882 (racial disproportionality). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(10) $75,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for the Washington state institute of public policy to evaluate the adequacy of and access to financial aid and independent living programs for youth in foster care. The examination shall include opportunities to improve efficiencies within these programs. The institute shall report its findings by December 1, 2009.

(11) $75,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for the Washington state institute for public policy to conduct an assessment of the general assistance unemployable program and other similar programs. The assessment shall include a review of programs in other states that provide similar services and will include recommendations on promising approaches that both improve client outcomes and reduce state costs. A report is due by December 1, 2009.

(12) To the extent funds are available, the Washington state institute for public policy is encouraged to continue the longitudinal analysis of long-term mental health outcomes directed in chapter 334, Laws of 2001 (mental health performance audit), to build upon the evaluation of the impacts of chapter 214, Laws of 1999 (mentally ill offenders); and to assess program outcomes and cost effectiveness of the children's mental health pilot projects as required by chapter 372, Laws of 2006.

(13) $50,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for the institute for public policy to provide research support to the council on quality education.

(14) At least $119,207 of the general fund--state appropriation for fiscal year 2011 shall be expended on the longhouse center.

(15) At least $103,146 of the general fund--state appropriation for
fiscal year 2011 shall be expended on the Northwest Indian applied research institute.

(16) Appropriations in section 609 of this act reflect reductions to the state need grant. The Evergreen State College shall use locally held funds to provide a commensurate amount of aid to eligible students who would have received state need grant payments through the appropriations in section 609 of this act.

By September 1, 2011, The Evergreen State College shall report to the appropriate legislative fiscal and policy committees regarding the implementation of this section. The report shall provide detail on the number of students provided aid under this subsection and the amount of aid provided to each student.

Sec. 1506. 2011 c 5 s 606 (uncodified) is amended to read as follows:

FOR WESTERN WASHINGTON UNIVERSITY
General Fund--State Appropriation (FY 2010) ............. $43,146,000
General Fund--State Appropriation (FY 2011) ............. (($46,359,000))

General Fund--Federal Appropriation ......................... $8,885,000
Education Legacy Trust Account--State Appropriation ...... $12,917,000

TOTAL APPROPRIATION ................................. (($111,307,000))

$111,258,000

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

(1) In implementing the appropriations in this section, the president and governing board shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other non-instructional activities.

(2) Because higher education is an essential driver of economic recovery and development, the university shall maintain, and endeavor to increase, enrollment and degree production levels at or beyond their academic year 2008-09 levels in the following high-demand fields: Biological and biomedical sciences; computer and information sciences; education with specializations in special education, math, or science; engineering and engineering technology; health professions and related clinical sciences; and mathematics and statistics.
(3) Appropriations in section 609 of this act reflect reductions to the state need grant. Western Washington University shall use locally held funds to provide a commensurate amount of aid to eligible students who would have received state need grant payments through the appropriations in section 609 of this act.

By September 1, 2011, Western Washington University shall report to the appropriate legislative fiscal and policy committees regarding the implementation of this section. The report shall provide detail on the number of students provided aid under this subsection and the amount of aid provided to each student.

Sec. 1507. 2011 c 5 s 607 (uncodified) is amended to read as follows:

FOR THE STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES

General Fund--State Appropriation (FY 2010) . . . . . . . . $631,804,000
General Fund--State Appropriation (FY 2011) . . . . (($603,296,000))

$603,511,000

General Fund--Federal Appropriation . . . . . . . . . . . $17,171,000
Education Legacy Trust Account--State Appropriation . . . $95,035,000
Opportunity Express Account--State Appropriation . . . . $18,556,000

TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . (($1,365,862,000))

$1,366,077,000

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

(1) $28,761,000 of the general fund--state appropriation for fiscal year 2010, $28,761,000 of the general fund--state appropriation for fiscal year 2011, and $17,556,000 of the opportunity express account--state appropriation are provided solely as special funds for training and related support services, including financial aid, as specified in RCW 28C.04.390. Funding is provided to support at least 6,200 full-time equivalent students in fiscal year 2010 and at least 9,984 full-time equivalent students in fiscal year 2011.

(2) $2,725,000 of the general fund--state appropriation for fiscal year 2010 and $2,725,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for administration and customized training contracts through the job skills program. The state board shall make an annual report by January 1st of each year to the governor and to the appropriate policy and fiscal committees of the legislature.
regarding implementation of this section, listing the scope of grant
awards, the distribution of funds by educational sector and region of
the state, and the results of the partnerships supported by these
funds.

(3) Of the amounts appropriated in this section, $3,500,000 is
provided solely for the student achievement initiative.

(4) When implementing the appropriations in this section, the state
board and the trustees of the individual community and technical
colleges shall minimize impact on academic programs, maximize
reductions in administration, and shall at least maintain, and endeavor
to increase, enrollment opportunities and degree and certificate
production in high employer-demand fields of study at their academic
year 2008-09 levels.

(5) Within the board's 2009-11 biennial budget allocation to
Bellevue College, and pursuant to RCW 28B.50.810, the college may
implement, on a tuition and fee basis, an additional applied
baccalaureate degree in interior design. This program is intended to
provide students with additional opportunities to earn baccalaureate
degrees and to respond to emerging job and economic growth
opportunities. The program reviews and approval decisions required by
RCW 28B.50.810 (3) and (4) shall be completed by July 31, 2009, so that
the degree may be offered during the 2009-10 academic year.

(6) In accordance with the recommendations of the higher education
coordinating board's 2008 Kitsap region higher education center study,
the state board shall facilitate development of university centers by
allocating thirty 2-year and 4-year partnership full-time enrollment
equivalencies to Olympic College and ten 2-year and 4-year partnership
full-time enrollment equivalencies to Peninsula College. The colleges
shall use the allocations to establish a partnership with a
baccalaureate university or universities for delivery of upper division
degree programs in the Kitsap region. The Olympic and Peninsula
Community College districts shall additionally work together to ensure
coordinated development of these and other future baccalaureate
opportunities through coordinated needs assessment, planning, and
scheduling.

(7) By September 1, 2009, the state board for community and
technical colleges, the higher education coordinating board, and the
office of financial management shall review and to the extent necessary
revise current 2009-11 performance measures and targets based on the level of state, tuition, and other resources appropriated or authorized in this act and in the omnibus 2009-11 omnibus capital budget act. The boards and the office of financial management shall additionally develop new performance targets for the 2011-13 and the 2013-15 biennia that will guide and measure the community and technical college system's contributions to achievement of the state's higher education master plan goals.

(8) $2,250,000 of the general fund--state appropriation for fiscal year 2010 and $2,250,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the hospital employee education and training program under which labor, management, and college partnerships develop or expand and evaluate training programs for incumbent hospital workers that lead to careers in nursing and other high-demand health care occupations. The board shall report student progress, outcomes, and costs to the relevant fiscal and policy committees of the legislature by November 2009 and November 2010.

(9) Community and technical colleges are not required to send mass mailings of course catalogs to residents of their districts. Community and technical colleges shall consider lower cost alternatives, such as mailing postcards or brochures that direct individuals to online information and other ways of acquiring print catalogs.

(10) $1,112,000 of the general fund--state appropriation for fiscal year 2010 and $1,113,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the state board to enhance online distance learning and open courseware technology. Funds shall be used to support open courseware, open textbooks, open licenses to increase access, affordability and quality of courses in higher education. The state board for community and technical colleges shall select the most appropriate courses to support open courseware based solely upon criteria of maximizing the value of instruction and reducing costs of textbooks and other instructional materials for the greatest number of students in higher education, regardless of the type of institution those students attend.

(11) $158,000 of the general fund--state appropriation for fiscal year 2011 is provided solely to implement House Bill No. 2694 (B.S. in nursing/university center). If the bill is not enacted by June 30, 2010, the amount provided in this subsection shall lapse.
(12) (a) The labor education and research center is transferred from The Evergreen State College to south Seattle community college and shall begin operations on July 1, 2010.

(b) At least $164,000 of the general fund--state appropriation for fiscal year 2011 shall be expended on the labor education and research center to provide outreach programs and direct educational and research services to labor unions and worker-centered organizations.

(13) $1,000,000 of the opportunity express account--state appropriation is provided solely for the opportunity grant program as specified in RCW 28B.50.271.

(14) $1,750,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for the state board for community and technical colleges to contract with the aerospace training and research center on Paine field in Everett, Washington to support industry-identified training in the aerospace sector.

(15) Sufficient amounts are provided in this section to implement the food stamp employment and training program under Second Substitute House Bill No. 2782 (security lifeline act).

(16) Appropriations in section 609 of this act reflect reductions to the state need grant. The state board for community and technical colleges shall use locally held funds to provide a commensurate amount of aid to eligible students who would have received state need grant payments through the appropriations in section 609 of this act.

By September 1, 2011, the state board for community and technical colleges shall report to the appropriate legislative fiscal and policy committees regarding the implementation of this section. The report shall provide detail on the number of students provided aid under this subsection and the amount of aid provided to each student.

Sec. 1508. 2011 c 5 s 608 (uncodified) is amended to read as follows:

FOR THE HIGHER EDUCATION COORDINATING BOARD--POLICY COORDINATION AND ADMINISTRATION

General Fund--State Appropriation (FY 2010) ............... $6,402,000
General Fund--State Appropriation (FY 2011) ............. (($5,183,000))
General Fund--Federal Appropriation ....................... $4,332,000

TOTAL APPROPRIATION .................................. (($15,917,000))
The appropriations in this section are subject to the following conditions and limitations:

(1) Within the funds appropriated in this section, the higher education coordinating board shall complete a system design planning project that defines how the current higher education delivery system can be shaped and expanded over the next ten years to best meet the needs of Washington citizens and businesses for high quality and accessible post-secondary education. The board shall propose policies and specific, fiscally feasible implementation recommendations to accomplish the goals established in the 2008 strategic master plan for higher education. The project shall specifically address the roles, missions, and instructional delivery systems both of the existing and of proposed new components of the higher education system; the extent to which specific academic programs should be expanded, consolidated, or discontinued and how that would be accomplished; the utilization of innovative instructional delivery systems and pedagogies to reach both traditional and nontraditional students; and opportunities to consolidate institutional administrative functions. The study recommendations shall also address the proposed location, role, mission, academic program, and governance of any recommended new campus, institution, or university center. During the planning process, the board shall inform and actively involve the chairs from the senate and house of representatives committees on higher education, or their designees. The board shall report the findings and recommendations of this system design planning project to the governor and the appropriate committees of the legislature by December 1, 2009.

(2) $146,000 of the general fund--state appropriation for fiscal year 2010 and $65,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the higher education coordinating board to administer Engrossed Second Substitute House Bill No. 2021 (revitalizing student financial aid). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(3) $167,000 of the general fund--state appropriation for fiscal year 2010 and $67,000 of the general fund--state appropriation for fiscal year 2011 are provided solely to implement Engrossed Second
Substitute House Bill No. 1946 (regarding higher education online technology). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

(4) $350,000 of the general fund--state appropriation for fiscal year 2010 and $200,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the higher education coordinating board to contract with the Pacific Northwest university of health sciences to conduct training and education of health care professionals to promote osteopathic physician services in rural and underserved areas of the state.

Sec. 1509. 2011 c 5 s 609 (uncodified) is amended to read as follows:

FOR THE HIGHER EDUCATION COORDINATING BOARD--FINANCIAL AID AND GRANT PROGRAMS

General Fund--State Appropriation (FY 2010) ............... $188,332,000

General Fund--State Appropriation (FY 2011) ............... ($96,833,000)

$182,683,000

General Fund--Federal Appropriation ................. $13,129,000

Education Legacy Trust Account--State Appropriation ............... ($116,060,000)

$30,210,000

Opportunity Pathways Account--State Appropriation .... $73,500,000

TOTAL APPROPRIATION ......................... $487,854,000

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

(1) $178,726,000 of the general fund--state appropriation for fiscal year 2010, $95,187,000 of the general fund--state appropriation for fiscal year 2011, $109,188,000 of the education legacy trust account appropriation, $73,500,000 of the opportunity pathways appropriation, and $2,545,000 of the general fund--federal appropriation are provided solely for student financial aid payments under the state need grant; the state work study program including up to a four percent administrative allowance; the Washington scholars program; and the Washington award for vocational excellence. State need grant and the Washington award for vocational excellence shall be adjusted to offset the cost of the resident undergraduate tuition
increases, limited to those tuition increases authorized under this act. The Washington scholars program shall provide awards sufficient to offset ninety percent of the total tuition and fee award.

(2)(a) Within the funds appropriated in this section, eligibility for the state need grant shall include students with family incomes at or below 70 percent of the state median family income (MFI), adjusted for family size. Awards for all students shall be adjusted by the estimated amount by which Pell grant increases exceed projected increases in the noninstructional costs of attendance. Awards for students with incomes between 51 and 70 percent of the state median shall be prorated at the following percentages of the award amount granted to those with incomes below 51 percent of the MFI: 70 percent for students with family incomes between 51 and 55 percent MFI; 65 percent for students with family incomes between 56 and 60 percent MFI; 60 percent for students with family incomes between 61 and 65 percent MFI; and 50 percent for students with family incomes between 66 and 70 percent MFI.

(b) Grant awards for students at private four-year colleges shall be set at the same level as the student would receive if attending one of the public research universities.

(3) To the maximum extent practicable, the board shall provide state work study subsidies only to resident students during the 2010-11 academic year. Additionally, in order to provide work opportunities to as many resident students as possible, the board is encouraged to increase the proportion of student wages that is to be paid by both proprietary and nonprofit, public, and private employers.

(4) $3,872,000 of the education legacy trust account--state appropriation is provided solely for the passport to college scholarship program pursuant to chapter 28B.117 RCW. The higher education coordinating board shall contract with a college scholarship organization with expertise in managing scholarships for low-income, high-potential students and foster care children and young adults to administer the program. Of the amount in this subsection, $39,000 is provided solely for the higher education coordinating board for administration of the contract and the remaining shall be contracted out to the organization for the following purposes:

(a) $384,000 is provided solely for program administration, and
(b) $3,449,000 is provided solely for student financial aid for up to 151 students and to fund student support services. Funds are provided for student scholarships, provider training, and for incentive payments to the colleges they attend for individualized student support services which may include, but are not limited to, college and career advising, counseling, tutoring, costs incurred for students while school is not in session, personal expenses, health insurance, and emergency services.

(5) $1,250,000 of the general fund--state appropriation for fiscal year 2010 is provided solely for the health professional scholarship and loan program. The funds provided in this subsection shall be: (a) Prioritized for health care deliver sites demonstrating a commitment to serving the uninsured; and (b) allocated between loan repayments and scholarships proportional to current program allocations.

(6) For fiscal year 2010 and fiscal year 2011, the board shall defer loan or conditional scholarship repayments to the future teachers conditional scholarship and loan repayment program for up to one year for each participant if the participant has shown evidence of efforts to find a teaching job but has been unable to secure a teaching job per the requirements of the program.

(7) $246,000 of the general fund--state appropriation for fiscal year 2010 and $246,000 of the general fund--state appropriation for fiscal year 2011 are for community scholarship matching grants and its administration. To be eligible for the matching grant, nonprofit groups organized under section 501(c)(3) of the federal internal revenue code must demonstrate they have raised at least $2,000 in new moneys for college scholarships after the effective date of this section. Groups may receive no more than one $2,000 matching grant per year and preference shall be given to groups affiliated with scholarship America. Up to a total of $46,000 per year of the amount appropriated in this section may be awarded to a nonprofit community organization to administer scholarship matching grants, with preference given to an organization affiliated with scholarship America.

(8) $500,000 of the general fund--state appropriation for fiscal year 2010 and $500,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for state need grants provided to students enrolled in three to five credit-bearing quarter credits, or
the equivalent semester credits. Total state expenditures on this
program shall not exceed the amounts provided in this subsection.

(9) $2,500,000 of the education legacy trust account--state
appropriation is provided solely for the gaining early awareness and
readiness for undergraduate programs project.

(10) $75,000 of the general fund--state appropriation for fiscal
year 2010 is provided solely for higher education student child care
matching grants under chapter 28B.135 RCW.

(11) $200,000 of the general fund--state appropriation for fiscal
year 2011 is provided solely for continuation of the leadership 1000
scholarship sponsorship and matching program.

(12) In 2010 and 2011, the board shall continue to designate
Washington scholars and scholar-alternates and to recognize them at
award ceremonies as provided in RCW 28A.600.150, but state funding is
provided for award of only one scholarship per legislative district
during the 2010-11 academic year. After the 2010-11 academic year, and
as provided in RCW 28B.76.660, the board may distribute grants to these
eligible students to the extent that funds are appropriated for this
purpose.

(13) Fiscal year 2011 appropriations in this section reflect
genral fund-state reductions to the state need grant. In implementing
these reductions, the board shall reduce state need grant payments to
each of the following institutions in the following amounts:

University of Washington ........................................... $5,658,000
Washington State University ....................................... $3,718,000
Eastern Washington University ................................. $765,000
Central Washington University ................................. $705,000
The Evergreen State College ................................. $386,000
Western Washington University .............................. $1,010,000
State Board for Community and Technical Colleges .......... $13,143,000

If any of these institutions has received state need grant payments
in excess of the amount to which it is entitled after application of
the reductions in this section, that institution shall remit to the
board the amount of the overpayment.

Sec. 1510. 2011 c 5 s 612 (uncodified) is amended to read as
follows:
FOR THE DEPARTMENT OF EARLY LEARNING

General Fund--State Appropriation (FY 2010) . . . . . . . $60,400,000
General Fund--State Appropriation (FY 2011) . . . . . . (($19,335,000)) $19,302,000
General Fund--Federal Appropriation . . . . . . . . . . . . $266,004,000
Opportunity Pathways Account--State Appropriation . . . . $40,000,000

TOTAL APPROPRIATION . . . . . . . . . . . . . . . . . . . . . . (($385,739,000)) $385,706,000

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

(1) $54,878,000 of the general fund--state appropriation for fiscal year 2010 and $14,405,000 of the general fund--state appropriation for fiscal year 2011, and $40,000,000 of the opportunity pathways account appropriation are provided solely for early childhood education and assistance program services. This appropriation temporarily reduces the number of slots for the 2009-11 fiscal biennium for the early childhood education and assistance program. The department shall reduce slots where providers serve both federal headstart and early childhood education and assistance program children, to the greatest extent possible, in order to achieve no reduction of slots across the state. The amounts in this subsection also reflect reductions to the administrative expenditures for the early childhood education and assistance program. The department shall reduce administrative expenditures, to the greatest extent possible, prior to reducing early childhood education and assistance program slots. Of these amounts, $10,284,000 is a portion of the biennial amount of state matching dollars required to receive federal child care and development fund grant dollars.

(2) $1,000,000 of the general fund--federal appropriation is provided to the department to contract with Thrive by Five, Washington for a pilot project for a quality rating and improvement system to provide parents with information they need to choose quality child care and education programs and to improve the quality of early care and education programs. The department in collaboration with Thrive by Five shall operate the pilot projects in King, Yakima, Clark, Spokane, and Kitsap counties. The department shall use child care development fund quality money for this purpose.
(3) $425,000 of the general fund--state appropriation for fiscal year 2010, $213,000 of the general fund--state appropriation for fiscal year 2011, and $850,000 of the general fund--federal appropriation are provided solely for child care resource and referral network services. The general fund--federal funding represents moneys from the American recovery and reinvestment act of 2009 (child care development block grant).

(4) $750,000 of the general fund--state appropriation for fiscal year 2010 and $1,500,000 of the general fund--federal appropriation are provided solely for the career and wage ladder program created by chapter 507, Laws of 2005. The general fund--federal funding represents moneys from the American recovery and reinvestment act of 2009 (child care development block grant).

(5) $50,000 of the general fund--state appropriation for fiscal year 2010 and $50,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for the department to work with stakeholders and the office of the superintendent of public instruction to identify and test a kindergarten assessment process and tools in geographically diverse school districts. School districts may participate in testing the kindergarten assessment process on a voluntary basis. The department shall report to the legislature on the kindergarten assessment process not later than January 15, 2011. Expenditure of amounts provided in this subsection is contingent on receipt of an equal match from private sources. As matching funds are made available, the department may expend the amounts provided in this subsection.

(6) $1,600,000 of the general fund--federal appropriation is provided solely for the department to fund programs to improve the quality of infant and toddler child care through training, technical assistance, and child care consultation.

(7) $200,000 of the general fund--state appropriation for fiscal year 2010 and $200,000 of the general fund--state appropriation for fiscal year 2011 are provided solely to develop and provide culturally relevant supports for parents, family, and other caregivers.

(8) The legislature notes that the department of early learning is developing a plan for improving child care licensing and is consulting, as practicable, with parents, licensed child care providers, and stakeholders from the child care community. The plan shall outline the
processes and specify the resources necessary for improvements such as continuing licenses, child care licensing technology, and weighted child care regulations, including development of risk-based decision making models and inclusive, evidence-based rule making. The department shall submit to the appropriate committees of the legislature a plan by January 15, 2011.

(9) The department is the lead agency for and recipient of the federal child care and development fund grant. Amounts within this grant shall be used to fund child care licensing, quality initiatives, agency administration, and other costs associated with child care subsidies. The department shall transfer a portion of this grant to the department of social and health services to partially fund the child care subsidies paid by the department of social and health services on behalf of the department of early learning.

(10) The department shall use child care development fund money to satisfy the federal audit requirement of the improper payments act (IPIA) of 2002. In accordance with the IPIA's rules, the money spent on the audits will not count against the five percent state limit on administrative expenditures.

(11) Within available amounts, the department in consultation with the office of financial management and the department of social and health services shall report quarterly enrollments and active caseload for the working connections child care program to the legislative fiscal committees. The report shall also identify the number of cases participating in both temporary assistance for needy families and working connections child care.

(12) The appropriations in this section reflect reductions in the appropriations for the department's administrative expenses. It is the intent of the legislature that these reductions shall be achieved, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or program.

(13) $500,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for the department to contract with the private-public partnership established in chapter 43.215 RCW for home visitation programs. Of this amount, $200,000 of the general fund--state appropriation for fiscal year 2011 is provided solely for
1 expenditure into the home visiting services account created in Part IX
2 of this act to be used for contracts for home visitation with the
3 private-public partnership.

4 (14) In accordance to RCW 43.215.255(2) and 43.135.055, the
5 department is authorized to increase child care center licensure fees
6 by fifty-two dollars for the first twelve children and an additional
7 four dollars per additional child in fiscal year 2011 for costs to the
8 department for the licensure activity, including costs of necessary
9 inspection.

10 (15) In accordance with RCW 43.135.055, the department of early
11 learning is authorized to adopt and increase the fees set forth in and
12 previously authorized in section 3, chapter 231, Laws of 2010.

13 (16) As of January 31, 2011, the department may not adopt, enforce,
14 or implement any rules or policies restricting the eligibility of
15 consumers for child care subsidy benefits to a countable income level
16 below one hundred seventy-five percent of the federal poverty
17 guidelines.

Sec. 1511. 2011 c 5 s 613 (uncodified) is amended to read as
follows:

FOR THE STATE SCHOOL FOR THE BLIND

General Fund--State Appropriation (FY 2010) .....................$5,902,000
General Fund--State Appropriation (FY 2011) ....................($5,509,000)

$5,506,000

General Fund--Private/Local Appropriation .......................$1,942,000

TOTAL APPROPRIATION ...........................................($13,353,000)

$13,350,000

The appropriations in this section are subject to the following
conditions and limitations: $271,000 of the general fund--
private/local appropriation is provided solely for the school for the
blind to offer short course programs, allowing students the opportunity
to leave their home schools for short periods and receive intensive
training. The school for the blind shall provide this service to the
extent that it is funded by contracts with school districts and
educational services districts.

Sec. 1512. 2011 c 5 s 614 (uncodified) is amended to read as
follows:
FOR THE WASHINGTON STATE CENTER FOR CHILDHOOD DEAFNESS AND HEARING LOSS

General Fund--State Appropriation (FY 2010) ................. $8,593,000
General Fund--State Appropriation (FY 2011) ............... ($8,230,000)

$8,226,000

General Fund--Private/Local Appropriation ................. $526,000
TOTAL APPROPRIATION ................................... ($17,349,000)

$17,345,000

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

(1) $210,000 of the general fund--private/local appropriation is provided solely for the operation of the shared reading video outreach program. The school for the deaf shall provide this service to the extent it is funded by contracts with school districts and educational service districts.

(2) $25,000 of the general fund--state appropriation for fiscal year 2010 and $25,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for implementation of Engrossed Second Substitute House Bill No. 1879 (deaf and hard of hearing). If the bill is not enacted by June 30, 2009, the amounts provided in this subsection shall lapse.

Sec. 1513. 2011 c 5 s 615 (uncodified) is amended to read as follows:

FOR THE WASHINGTON STATE ARTS COMMISSION

General Fund--State Appropriation (FY 2010) ................. $1,844,000
General Fund--State Appropriation (FY 2011) ............... ($1,220,000)

$1,228,000

General Fund--Federal Appropriation ......................... ($1,944,000)

$2,107,000

General Fund--Private/Local Appropriation ................. $1,052,000
TOTAL APPROPRIATION ................................... ($6,970,000)

$6,210,000

The appropriations in this section are subject to the following conditions and limitations: It is the intent of the legislature that the reductions in appropriations in this section shall be achieved, to the greatest extent possible, by reducing those administrative costs that do not affect direct client services or direct service delivery or
1 programs. The agency shall, to the greatest extent possible, reduce
2 spending in those areas that shall have the least impact on
3 implementing its mission.

Sec. 1514. 2011 c 5 s 616 (uncodified) is amended to read as
follows:
FOR THE WASHINGTON STATE HISTORICAL SOCIETY
General Fund--State Appropriation (FY 2010) ............. $2,592,000
General Fund--State Appropriation (FY 2011) ...........(($2,381,000))

$2,379,000

TOTAL APPROPRIATION ................. ($4,973,000)

$4,971,000

The appropriations in this section are subject to the following
conditions and limitations: It is the intent of the legislature that
the reductions in appropriations in this section shall be achieved, to
the greatest extent possible, by reducing those administrative costs
that do not affect direct client services or direct service delivery or
programs. The agency shall, to the greatest extent possible, reduce
spending in those areas that shall have the least impact on
implementing its mission.

Sec. 1515. 2011 c 5 s 617 (uncodified) is amended to read as
follows:
FOR THE EASTERN WASHINGTON STATE HISTORICAL SOCIETY
General Fund--State Appropriation (FY 2010) ............. $1,612,000
General Fund--State Appropriation (FY 2011) ...........(($1,490,000))

$1,489,000

TOTAL APPROPRIATION ................. ($3,102,000)

$3,101,000

The appropriations in this section are subject to the following
conditions and limitations: It is the intent of the legislature that
the reductions in appropriations in this section shall be achieved, to
the greatest extent possible, by reducing those administrative costs
that do not affect direct client services or direct service delivery or
programs. The agency shall, to the greatest extent possible, reduce
1 spending in those areas that shall have the least impact on
2 implementing its mission.
PART XVI
SPECIAL APPROPRIATIONS

Sec. 1601. 2010 1st sp.s. c 37 s 701 (uncodified) is amended to read as follows:
FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR DEBT SUBJECT TO THE DEBT LIMIT
General Fund--State Appropriation (FY 2010) ...... $842,590,000
General Fund--State Appropriation (FY 2011) .... ($894,284,000)
State Building Construction Account--State
   Appropriation ................. $11,707,000
Columbia River Basin Water Supply Development Account--
   State Appropriation ............. $117,000
Hood Canal Aquatic Rehabilitation Bond Account--State
   Appropriation ................. $11,000
State Taxable Building Construction Account--State
   Appropriation ................ $1,136,000
Gardner-Evans Higher Education Construction Account--
   State Appropriation ............. $260,000
Debt-Limit Reimbursable Bond Retirement Account--State
   Appropriation ................ ($1,752,717,000)
TOTAL APPROPRIATION ............ $1,736,833,000

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for expenditure into the debt-limit general fund bond retirement account. The entire general fund--state appropriation for fiscal year 2010 shall be expended into the debt-limit general fund bond retirement account by June 30, 2010.

Sec. 1602. 2010 1st sp.s. c 37 s 702 (uncodified) is amended to read as follows:
FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING
### BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE REIMBURSED AS PRESCRIBED BY STATUTE

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<td>($27,773,000)</td>
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<tr>
<td>School Construction and Skill Centers Building</td>
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<td>Account--State Appropriation</td>
<td>$477,000</td>
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<tr>
<td>Nondebt-Limit Reimbursable Bond Retirement Account--</td>
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<tr>
<td>State Appropriation</td>
<td>($140,872,000)</td>
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</tr>
<tr>
<td>TOTAL APPROPRIATION</td>
<td>($195,558,000)</td>
<td></td>
</tr>
<tr>
<td>TOTAL APPROPRIATION</td>
<td></td>
<td>$190,494,000</td>
</tr>
</tbody>
</table>

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriation is for expenditure into the nondebt-limit general fund bond retirement account. The entire general fund--state appropriation for fiscal year 2010 shall be expended into the nondebt-limit general fund bond retirement account by June 30, 2010.

Sec. 1603. 2010 1st sp.s. c 37 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 BOND SALE EXPENSES

<table>
<thead>
<tr>
<th>Description</th>
<th>Appropriation (FY 2010)</th>
<th>Appropriation (FY 2011)</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Fund--State Appropriation</td>
<td>$1,357,000</td>
<td>$1,357,000</td>
</tr>
<tr>
<td>State Building Construction Account--State</td>
<td></td>
<td>$1,273,000</td>
</tr>
<tr>
<td>Columbia River Basin Water Supply Development</td>
<td></td>
<td>($9,000)</td>
</tr>
<tr>
<td>Hood Canal Aquatic Rehabilitation Bond Account--</td>
<td></td>
<td>$13,000</td>
</tr>
<tr>
<td>State Taxable Building Construction Account--State</td>
<td></td>
<td>($72,000)</td>
</tr>
<tr>
<td>Gardner-Evans Higher Education Construction</td>
<td></td>
<td>$131,000</td>
</tr>
<tr>
<td>School Construction and Skill Centers Building</td>
<td></td>
<td>$18,000</td>
</tr>
</tbody>
</table>
Account--State Appropriation .......................... ($30,000)

$51,000

TOTAL APPROPRIATION .............................. ($4,117,000)

$4,201,000

Sec. 1604. 2010 1st sp.s. c 37 s 709 (uncodified) is amended to read as follows:

FOR SUNDARY CLAIMS. The following sums, or so much thereof as may be necessary, are appropriated from the general fund, unless otherwise indicated, for relief of various individuals, firms, and corporations for sundry claims. These appropriations are to be disbursed on vouchers approved by the director of financial management, except as otherwise provided, as follows:

(1) Reimbursement of criminal defendants acquitted on the basis of self-defense, pursuant to RCW 9A.16.110:
   (a) Gerald S. Morrow, claim number 99970006 .......... $20,567
   (b) Darrell R. Baumgart, claim number 99970007 .......... $4,528
   (c) William Davis, claim number 99970008 .............. $8,093
   (d) Gene T. Strader, claim number 99970009 ............. $33,875
   (e) Cecilio Cortez, claim number 99970012 ............ $17,055
   (f) Alexander D. Coble, claim number 99970013 .......... $302,110
   (g) James W. Jolly, claim number 99970017 ............. $28,884
   (h) James Jay Olsen, claim number 99970018 .......... $97,220
   (i) Todd E. Miller, claim number 99970019 ............. $6,957
   (j) Sean S. DeHart, claim number 99970021 .......... $52,062
   (k) Thomas L. Raglin, Jr., claim number 99970022 .... $4,360
   (l) Matthew Smitham, claim number 99970016 .......... $8,100
   (m) John R. Frederick, claim number 99970020 .......... $7,719
   (n) Justin C. Federmeyer, claim number 99970023 .... $29,728
   (o) David R. Palmer, claim number 99970024 .......... $4,250
   (p) Ian K. Berghoffer, claim number 99970026 ........ $33,455
   (q) Darryl L. Koenen, claim number 99970027 ....... $23,077
   (r) Lee J. Stites, claim number 99970028 ........ $7,502
   (s) Bobby G. Ewing, claim number 99970029 .......... $51,093
   (t) Dylan Friesz, claim number 99970030 .............. $10,200
   (u) Kevin L. Lund, claim number 99970031 ............ $11,402
   (v) Rodney C. Price, claim number 99970033 ........ $11,250
   (w) Matthew S. Lovacs, claim number 99970034 .... $25,700
(x) Christopher A. Peeler, claim number 99970035 ........ $47,923
(y) Dwayne Myatt-Perez, claim number 99970036 ........ $70,000
(z) Roland L. Savage, claim number 99970037 ........... $48,752
(aa) Horace G. Graham, claim number 99970038 ........... $7,674
(bb) Kenneth L. Werner, claim number 99900039 ........... $33,162
(cc) Mark A. Peterson, claim number 99970040 ........... $61,940
(dd) Phillip C. Sly, claim number 99970042 ............. $3,349
(ee) Sandra Colebourn, claim number 99970043 ........... $10,615
(ff) Joseph B. Wiggins, claim number 99970044 ........... $3,500
(2) Payment of death benefit, pursuant to RCW 41.04.017: Estate of
Erik Anderson, claim number 99970014 ................. $150,000

Sec. 1605. 2010 1st sp.s. c 37 s 710 (uncodified) is amended to
read as follows:

STRATEGIC PRINTING STRATEGY. (1) The office of financial
management shall work with the appropriate state agencies to generate
savings of $1,500,000 from the state general fund that can arise from
a strategic printing strategy. (From appropriations in this act, the
office of financial management shall reduce general fund state
allotments by $1,500,000 for fiscal year 2011 to reflect the savings
from the strategic printing strategy. The allotment reductions shall
be placed in unallotted status and remain unexpended.)

(2) The office of financial management, with the assistance of the
department of information services and the department of printing,
shall conduct an analysis of the state's printing processes to identify
the most reasonable strategies of attaining a statewide savings target
of $1,500,000 without affecting direct program activities. The
strategies shall include, but not be limited to, standardizing
envelopes, utilizing print management, and streamlining processes.
Pursuant to RCW 41.06.142(3), the strategies shall also include, on the
approval of the office of financial management, pilot projects to
authorize state agencies and institutions to directly acquire printing
services. The analysis shall identify savings by agency and fund that
will result from the implementation of a strategic printing strategy.
The results of this analysis shall then be provided to the director of
financial management and appropriate legislative committees by July 1,
2010. The director shall use the analysis as the basis to achieve the
savings identified in subsection (1) of this section.
Sec. 1606. 2011 c 5 s 703 (uncodified) is amended to read as follows:

INFORMATION TECHNOLOGY

Pursuant to section 11, chapter 282, Laws of 2010 (state government technology use), the office of financial management shall work with the appropriate state agencies to generate savings of $30,000,000 from technology efficiencies from the state general fund. From appropriations in this act, the office of financial management shall reduce general fund--state allotments by ((($24,841,000)) $16,209,000 for fiscal year 2011. The office of financial management shall, utilizing existing fund balance, reduce the data processing revolving account rates in an amount to reflect up to half of the reductions identified in this section. The office of financial management may use savings or existing fund balances from information technology accounts to achieve savings in this section. The allotment reductions shall be placed in unallotted status and remain unexpended. Nothing in this section is intended to impact revenue collection efforts by the department of revenue.

Sec. 1607. 2009 c 564 s 719 (uncodified) is amended to read as follows:

FOR THE OFFICE OF FINANCIAL MANAGEMENT--O'BRIEN BUILDING IMPROVEMENT

General Fund--State Appropriation (FY 2010) ................. $1,435,000
General Fund--State Appropriation (FY 2011) ................. (($1,435,000)) $1,884,000

TOTAL APPROPRIATION ........................................ (($2,870,000)) $3,319,000

The appropriations in this section are subject to the following conditions and limitations: The appropriations are provided solely for expenditure into the general administration services account for payment of principal, interest, and financing expenses associated with the certificate of participation for the O'Brien building improvement, project number 20081007.

(End of part)
PART XVII
OTHER TRANSFERS AND APPROPRIATIONS

Sec. 1701. 2010 1st sp.s. c 37 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 ............... ($7,572,000)

General Fund Appropriation for public utility
district excise tax distributions ........ ($47,342,000)

General Fund Appropriation for prosecuting
attorney distributions ............... ($6,281,000)

General Fund Appropriation for boating safety
and education distributions ............. ($4,854,000)

General Fund Appropriation for other tax
distributions ....................... ($50,000)

General Fund Appropriation for habitat conservation
program distributions ............... ($3,000,000)

Death Investigations Account Appropriation for
distribution to counties for publicly funded
autopsies ................................ $2,544,000

Aquatic Lands Enhancement Account Appropriation for
harbor improvement revenue distribution ........ $170,000

Timber Tax Distribution Account Appropriation for
distribution to "timber" counties ........... ($36,651,000)

County Criminal Justice Assistance Appropriation . . (68,528,000)

Municipal Criminal Justice Assistance
Appropriation ....................... ($27,175,000)
<table>
<thead>
<tr>
<th>Account</th>
<th>Appropriation</th>
</tr>
</thead>
<tbody>
<tr>
<td>City-County Assistance Account</td>
<td>$25,510,000</td>
</tr>
<tr>
<td>Liquor Excise Tax Account</td>
<td>$23,845,000</td>
</tr>
<tr>
<td>Streamline Sales and Use Tax Account</td>
<td>$58,822,000</td>
</tr>
<tr>
<td>Columbia River Water Delivery Account</td>
<td>$51,535,000</td>
</tr>
<tr>
<td>Liquor Revolving Account</td>
<td>$58,056,000</td>
</tr>
<tr>
<td>Columbia River Water Delivery Account</td>
<td>$7,257,000</td>
</tr>
<tr>
<td>Liquor Revolving Account</td>
<td>$4,704,000</td>
</tr>
<tr>
<td>Liquor Revolving Account</td>
<td>$64,670,000</td>
</tr>
<tr>
<td>TOTAL APPROPRIATION</td>
<td>$420,937,000</td>
</tr>
</tbody>
</table>

The total expenditures from the state treasury under the appropriations in this section shall not exceed the funds available under statutory distributions for the stated purposes.

Sec. 1702. 2009 c 564 s 802 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--FOR THE COUNTY CRIMINAL JUSTICE ASSISTANCE ACCOUNT

Impaired Driver Safety Account Appropriation | $2,467,000

The appropriation in this section is subject to the following conditions and limitations: The amount appropriated in this section
shall be distributed quarterly during the 2009-11 biennium in accordance with RCW 82.14.310. This funding is provided to counties for the costs of implementing criminal justice legislation including, but not limited to: Chapter 206, Laws of 1998 (drunk driving penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208, Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212, Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter 215, Laws of 1998 (DUI provisions).

Sec. 1703. 2009 c 564 s 803 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--FOR THE MUNICIPAL CRIMINAL JUSTICE ASSISTANCE ACCOUNT

Impaired Driver Safety Account Appropriation . . . . . . ($1,543,000) $1,645,000

The appropriation in this section is subject to the following conditions and limitations: The amount appropriated in this section shall be distributed quarterly during the 2009-11 biennium to all cities ratably based on population as last determined by the office of financial management. The distributions to any city that substantially decriminalizes or repeals its criminal code after July 1, 1990, and that does not reimburse the county for costs associated with criminal cases under RCW 3.50.800 or 3.50.805(2), shall be made to the county in which the city is located. This funding is provided to cities for the costs of implementing criminal justice legislation including, but not limited to: Chapter 206, Laws of 1998 (drunk driving penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208, Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212, Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter 215, Laws of 1998 (DUI provisions).
NEW SECTION. Sec. 1704. 2010 1st sp.s. c 37 s 802 (uncodified) is repealed.

Sec. 1705. 2011 c 5 s 801 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--TRANSFERS

State Treasurer's Service Account: For transfer to the state general fund, $16,400,000 for fiscal year 2010 and $29,400,000 for fiscal year 2011.

Waste Reduction, Recycling and Litter Control Account:

For transfer to the state general fund, $3,000,000 for fiscal year 2010 and $3,000,000 for fiscal year 2011.

State Toxics Control Account: For transfer to the state general fund, $15,340,000 for fiscal year 2010 and $37,780,000 for fiscal year 2011.

Local Toxics Control Account: For transfer to the state general fund, $37,060,000 for fiscal year 2010 and $65,759,000 for fiscal year 2011.

Education Construction Account: For transfer to the state general fund, $105,228,000 for fiscal year 2010 and $106,451,000 for fiscal year 2011.

Aquatics Lands Enhancement Account: For transfer to the state general fund, $8,520,000 for fiscal year 2010 and $12,550,000 for fiscal year 2011.

Drinking Water Assistance Account: For transfer to the drinking water assistance repayment account.

Economic Development Strategic Reserve Account: For transfer to the state general fund, $2,500,000 for fiscal year 2010 and $3,900,000 for fiscal year 2011.

Tobacco Settlement Account: For transfer to the state general fund, in an amount not to exceed by more than $26,000,000 the actual amount of the annual payment to the tobacco settlement account.

Tobacco Settlement Account: For transfer to the life sciences discovery fund, in an amount not to exceed $26,000,000 less than the actual amount of the
1. strategic contribution supplemental payment to
   the tobacco settlement account .............. $39,170,000

2. General Fund: For transfer to the streamline sales and
   use tax account, $24,274,000 for fiscal year 2010
   and $24,182,000 for fiscal year 2011 .............. $48,456,000

3. State Convention and Trade Center Account: For
   transfer to the state convention and trade center
   operations account, $1,000,000 for fiscal year
   2010 ((and $3,100,000 for fiscal year 2011 ........ $4,100,000))
   $1,000,000

4. Tobacco Prevention and Control Account: For transfer
   to the state general fund, $1,961,000 for fiscal
   year 2010 and $3,000,000 for fiscal year 2011 ........ $4,961,000

5. Nisqually Earthquake Account: For transfer to the
   disaster response account for fiscal year 2010 ......... $500,000

6. Judicial Information Systems Account: For transfer
   to the state general fund, $3,250,000 for fiscal
   year 2010 and $3,250,000 for fiscal year 2011 ........ $6,500,000

7. Department of Retirement Systems Expense Account: For
   transfer to the state general fund, $1,000,000 for
   fiscal year 2010 and $1,500,000 for fiscal year
   2011 .................. $2,500,000

8. State Emergency Water Projects Account: For transfer
   to the state general fund, $390,000 for fiscal
   year 2011 .................. $390,000

9. The Charitable, Educational, Penal, and Reformatory
   Institutions Account: For transfer to the state
   general fund, $5,550,000 for fiscal year 2010 and
   $4,450,000 for fiscal year 2011 .............. $10,000,000

10. Energy Freedom Account: For transfer to the state
    general fund, $4,038,000 for fiscal year 2010 and
    $2,978,000 for fiscal year 2011 ............... $7,016,000

11. Thurston County Capital Facilities Account: For
    transfer to the state general fund, $8,604,000
    for fiscal year 2010 and $5,156,000 for fiscal
    year 2011 ................ $13,760,000

12. Public Works Assistance Account: For transfer to the
    state general fund, $279,640,000 for fiscal year
2010 and $(229,560,000)$ $39,744,000 for fiscal year 2011 ................. $(509,200,000)$ $319,384,000

Budget Stabilization Account: For transfer to the state general fund for fiscal year 2010 ............. $45,130,000

Liquor Revolving Account: For transfer to the state general fund, $31,000,000 for fiscal year 2010 and $31,000,000 for fiscal year 2011 ................. $62,000,000

Public Works Assistance Account: For transfer to the city–county assistance account, $5,000,000 on July 1, 2009, and $5,000,000 on July 1, 2010 ........ $10,000,000

Public Works Assistance Account: For transfer to the drinking water assistance account, $6,930,000 for fiscal year 2010 and $4,000,000 for fiscal year 2011 ................. $10,930,000

Shared Game Lottery Account: For transfer to the education legacy trust account, $3,600,000 for fiscal year 2010 and $2,400,000 for fiscal year 2011 ................. $6,000,000

State Lottery Account: For transfer to the education legacy trust account, $9,500,000 for fiscal year 2010 and $9,500,000 for fiscal year 2011 ............. $19,000,000

College Faculty Awards Trust Fund: For transfer to the state general fund for fiscal year 2010, an amount not to exceed the actual cash balance of the fund and $1,957,000 for fiscal year 2011 ........ $5,957,000

Washington Distinguished Professorship Trust Fund: For transfer to the state general fund for fiscal year 2010, an amount not to exceed the actual cash balance of the fund and $2,966,000 for fiscal year 2011 ................. $8,966,000

Washington Graduate Fellowship Trust Account: For transfer to the state general fund for fiscal year 2010, an amount not to exceed the actual cash balance of the fund and $1,008,000 for fiscal year 2011 ................. $3,008,000

GET Ready for Math and Science Scholarship Account: For transfer to the state general fund for
fiscal year 2010, an amount not to exceed
the actual cash balance not comprised of or
needed to match private contributions .......... $1,800,000
Financial Services Regulation Account: For transfer
to the state general fund, $2,000,000 for fiscal
year 2010 and $7,000,000 for fiscal year 2011 ........ $9,000,000
Data Processing Revolving Fund: For transfer to
the state general fund, $5,632,000 for fiscal
year 2010 and $4,159,000 for fiscal year 2011 ........ $9,791,000
Public Service Revolving Account: For transfer to
the state general fund, $8,000,000 for fiscal
year 2010 and $7,000,000 for fiscal year 2011 ........ $15,000,000
Water Quality Capital Account: For transfer to the
state general fund, $278,000 for fiscal year 2011 .......... $278,000
Performance Audits of Government Account: For
transfer to the state general fund, $10,000,000
for fiscal year 2010 and $7,000,000
for fiscal year 2011 ......................... $17,000,000
Job Development Account: For transfer to the
state general fund, $20,930,000 for fiscal
year 2010 .................. $20,930,000
Savings Incentive Account: For transfer to the
state general fund, $10,117,000 for fiscal
year 2010 and $32,075,000 for fiscal year
2011 .................. $42,192,000
Education Savings Account: For transfer to the
state general fund, $90,690,000
for fiscal year 2010 and $53,384,000 for fiscal
year 2011 .................. $144,074,000
Cleanup Settlement Account: For transfer to the
state efficiency and restructuring account for
fiscal year 2011 .................. $39,480,000
Disaster Response Account: For transfer to the
state drought preparedness account, $4,000,000
for fiscal year 2010 .................. $4,000,000
Washington State Convention and Trade Center Account:
For transfer to the state general fund, $10,000,000
for fiscal year 2011. The transfer in this section
shall occur on June 30, 2011, only if by that date
the Washington state convention and trade center is
not transferred to a public facilities district
pursuant to Substitute Senate Bill No. 6889
(convention and trade center) ............... $10,000,000

Institutional Welfare/Betterment Account: For transfer
to the state general fund, $2,000,000 for fiscal
year 2010 and $2,000,000 for fiscal year 2011 ........ $4,000,000

Future Teacher Conditional Scholarship Account: For
transfer to the state general fund, $2,150,000
for fiscal year 2010 and $2,150,000 for fiscal
year 2011 .............................................. $4,300,000

Fingerprint Identification Account: For transfer
to the state general fund, $800,000 for fiscal
year 2011 .............................................. $800,000

Prevent or Reduce Owner-Occupied Foreclosure
Program Account: For transfer to the financial
education public-private partnership account for
fiscal year 2010, an amount not to exceed the actual
cash balance of the fund as of June 30, 2010 ........ $300,000

Nisqually Earthquake Account: For transfer to the
state general fund for fiscal year 2011 ............... $696,000

Disaster Response Account: For transfer to the state
general fund for fiscal year 2011 .................... $14,500,000

Washington Auto Theft Prevention Account: For
transfer to the state general fund, $1,500,000
for fiscal year 2011 .................................. $1,500,000

Tourism Enterprise Account: For transfer to the
state general fund, $590,000 for fiscal year
2011 ...................................................... $590,000

Tourism Development and Promotion Account: For
transfer to the state general fund, $205,000
for fiscal year 2011 ............................... $205,000

Life Sciences Discovery Fund: For transfer to
the basic health plan stabilization account ...... $6,000,000

Life Sciences Discovery Fund: For transfer to
the state general fund for fiscal year 2011 .... $2,200,000

Industrial Insurance Premium Refund Account: For
transfer to the state general fund, $4,500,000
for fiscal year 2011 ..........................$4,500,000

Distressed County Assistance Account: For transfer
to the state general fund, $205,000 for
fiscal year 2011 .......................... $205,000

State Drought Preparedness Account: For transfer to
the state general fund, $4,000,000 for fiscal
year 2011 .......................... $4,000,000

Freshwater Aquatic Algae Control Account: For
transfer to the state general fund, $400,000 for
fiscal year 2011 .......................... $400,000

Freshwater Aquatic Weeds Account: For transfer to
the state general fund, $300,000 for fiscal
year 2011 .......................... $300,000

Liquor Control Board Construction and Maintenance
Account: For transfer to the state general fund
for fiscal year 2011 .......................... $3,000,000

(End of part)
NEW SECTION. Sec. 1801. If any provision of this act or its application to any person or circumstance is held invalid, the remainder of the act or the application of the provision to other persons or circumstances is not affected.

NEW SECTION. Sec. 1802. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect immediately, except for section 936 of this act which takes effect June 30, 2011.

(End of part)"
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On page 1, line 1 of the title, after "matters;" strike the remainder of the title and insert "amending RCW 41.50.110, 41.60.050, 41.80.010, 41.80.020, 43.08.190, 43.09.475, 43.19.501, 43.20A.725, 43.79.201, 43.79.465, 43.88.150, 43.135.045, 43.185C.060, 43.185C.190, 43.350.070, 66.08.170, 66.08.190, 66.08.235, 67.70.260, 70.93.180, 70.105D.070, 70.105D.130, 79.64.040, 79.105.150, 80.36.430, 82.08.160, 82.14.310, 82.14.320, 82.14.330, 82.14.390, 82.14.500, 82.45.060, 86.26.007, and 90.71.370; reenacting and amending RCW 43.79.480, 43.155.050, and 43.330.250; amending 2011 c 5 ss 106, 107, 108, 113, 114, 115, 117, 118, 119, 120, 121, 122, 125, 126, 127, 128, 201, 202, 203, 204, 205, 206, 207, 208, 209, 210, 211, 212, 213, 214, 215, 216, 217, 218, 219, 220, 221, 222, 223, 301, 302, 303, 304, 305, 306, 307, 401, 402, 501, 502, 503, 504, 505, 507, 508, 601, 602, 603, 604, 605, 606, 607, 608, 609, 612, 613, 614, 615, 616, 617, 703, and 801 (uncodified); amending 2010 2nd sp.s. c 1 ss 101, 102, 106, 107, 108, 116, 305, and 306 (uncodified); amending 2010 1st sp.s. c 37 ss 201, 504, 509, 510, 514, 515, 516, 517, 701, 702, 703, 709, 710, 801, and 802 (uncodified); amending 2009 c 564 ss 719, 802, and 803
(uncodified); adding a new section to 2009 c 564 (uncodified); adding
new sections to 2011 c ... (ESHB 1175) (uncodified); creating new
sections; repealing 2010 1st sp.s. c 37 s 802 (uncodified); making
appropriations; providing an effective date; and declaring an
emergency."

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