

SUMMARY
PROPOSED STRIKING AMENDMENT TO SHB 2380 (H-4769.3)

2016 SUPPLEMENTAL CAPITAL BUDGET

BALANCE SHEET OVERVIEW

The proposed striking amendment makes new appropriations totaling \$95.4 million, including \$89.7 million in general obligation bonds. In addition, reappropriations are reduced by a total of \$39.8 million, including a reduction of \$423,000 in general obligation bonds.

The proposed striking amendment also authorizes \$74.4 million in alternatively financed projects.

\$78,000 in bond capacity remains under the 2015-17 bond authorization.

MAJOR PROJECT SUMMARIES

MENTAL HEALTH FACILITIES

Institution-Based Facilities.

The Department of Social and Health Services (DSHS) receives \$7.9 million for Institution-Based Mental Health Facilities:

- Design funds of \$450,000 are provided for an 18-bed addition to the Child Study and Treatment Center.
- \$2 million is added for the conversion of facilities at Maple Lane for temporary use as forensic beds.
- Design funds of \$450,000 are provided for an Acute Mental Health Unit at Echo Glen.
- \$1.950 million is provided for upgrades to Western State Hospital.
- \$1.3 million is provided for a new emergency generator at Eastern State Hospital.
- \$950,000 is provided for Competency Restoration beds at Western State Hospital.
- \$400,000 is provided for a 15-bed addition at Eastern State Hospital.
- \$450,000 is provided for a new Civil Ward at Western State Hospital.

Community-Based Facilities.

Funding is provided to the Department of Commerce (Commerce) as follows:

- \$7.552 million for Commerce, in collaboration with the DSHS and the Health Care Authority, to award grants for development of facilities that provide for the diversion or transition of patients from the state hospitals. Commerce must prioritize an equitable distribution for facilities in both urban and rural areas with greatest demonstrated need.
- \$5 million for competitive grants for construction and equipment costs associated with establishing community behavioral health beds. This supplements the \$5.5 million provided for competitive grants in the enacted 2015-17 budget, all of which has been awarded.

SUMMARY
PROPOSED STRIKING AMENDMENT TO SHB 2380 (H-4769.3)

2016 SUPPLEMENTAL CAPITAL BUDGET

COMMUNITY PROJECTS AND HOUSING

Disaster Emergency Response.

Funding is provided to three eastern Washington communities for projects related to recent state disasters:

- Pateros water system (\$1.1 million)
- Twisp City Hall/Emergency Response (\$500,000)
- Chelan Emergency Operations Center (\$209,000)

Local Community Projects.

Projects sponsored by local governments and nonprofit organizations statewide will be granted \$11.4 million through Commerce for capital projects intended to meet a wide range of community-based objectives.

Housing.

- Mental Health Housing Health Homes: \$6 million is allocated for construction or renovation of health home projects in Bellingham, Everett, southwest Washington, and eastern Washington to serve people with severe health, mental health and housing challenges. An additional \$1.5 million is provided for a health home in Pierce County, contingent upon county adoption of the sales tax for chemical dependency or mental health treatment authorized in RCW 82.14.460.
- Supportive Housing and Emergency Shelters: \$2.25 million is allocated for projects in North Spokane, Kirkland, and Bellevue.
- Homeless Youth Facilities: A total of \$2.5 million is provided for a Seattle and an Everett facility.

NATURAL RESOURCES AND THE ENVIRONMENT

Environmental Clean Up and Prevention.

Appropriations and reappropriations for a number of projects funded through Model Toxics Control Act accounts are reduced to reflect sharp decreases in revenues from the Hazardous Substance Tax. Projects considered to be previously funded continue to be authorized. Funding reductions are intended to be restored in future biennia.

New bond funding totaling \$8.1 million is provided to the Department of Ecology for other environmental protection projects.

SUMMARY
PROPOSED STRIKING AMENDMENT TO SHB 2380 (H-4769.3)

2016 SUPPLEMENTAL CAPITAL BUDGET

Centennial Clean Water.

The Department of Ecology's Centennial Clean Water program receives \$2.5 million for grants to communities to plan, design, acquire, construct, and improve water pollution control facilities and nonpoint pollution control activities.

Recreation and Conservation.

The Department of Natural Resources (DNR) and the Recreation and Conservation Office (RCO) receive appropriations aimed at recreational lands and facilities, environmental protection, and conservation, including:

- \$7.4 million from increased motor vehicle revenues to the RCO for grants for boating facilities and non-highway off-road vehicle activities;
- \$3 million for the State Forest Land Replacement program within the DNR to transfer state forest trust lands that are encumbered through the Federal Endangered Species Act to Natural Resource Conservation Areas for Wahkiakum and Pacific Counties.

Environmental Restoration.

The Department of Fish and Wildlife receives \$1 million for restoring marsh land and estuary habitat in the Snohomish River delta as part of the Puget Sound Nearshore Ecosystem Restoration project.

Drought Wells.

\$4 million is provided to the Department of Ecology to make low interest loans for drought wells; the wells may be operated only during a drought declaration.

K-12 SCHOOL CONSTRUCTION

K-3 Class Size Reduction Classrooms.

- \$34.5 million of additional funding is provided for the K-3 Class Size Reduction Grant program established in Chapter 41, Laws of 2015, 3rd sp. Session (ESSB 6080) to support all-day kindergarten, and class size reductions in kindergarten through third grades.
- \$5.5 million is provided to the Department of Enterprise Services (DES) to purchase modular classrooms for five school districts for the purpose of supporting reduced class sizes in kindergarten through third grade. The selected school districts will receive up to four modular classrooms each. The modular classrooms may be constructed of cross laminated timber (CLT) as part of a pilot program encouraging the use of CLT or other

SUMMARY
PROPOSED STRIKING AMENDMENT TO SHB 2380 (H-4769.3)

2016 SUPPLEMENTAL CAPITAL BUDGET

mass timber products. The DES will conduct a request for qualifications process for selecting the modular classroom builders and among the scoring criteria will be the innovative use, percent, and regional sourcing of CLT.

- \$786,000 is provided for the WSU Energy Office to verify classroom need through site visits at the applying school districts.

School Construction Assistance Program.

Additional funding is provided as assistance for school districts to construct, modernize, or replace school facilities to support educational goals and outcomes such as all-day kindergarten, reduced class sizes in kindergarten through third grades, and providing Science, Technology, Engineering, and Mathematics labs and classrooms.

- \$34.8 million is appropriated for K-12 School Construction Assistance grants from the following sources: \$3.6 million from state general obligation bonds and \$31.2 million from the Common School Construction Account (CSCA). The CSCA receives revenue from timber sales, leases and other earnings from state trust lands.

HIGHER EDUCATION FACILITIES

Alternative Financing for Major Projects.

\$74.4 million in alternative financing is authorized for higher education facilities in the community and technical college system. Funding is provided as follows:

- \$45.7 million for a Student Housing building at the Bellevue College;
- \$19.5 million for the Gymnasium renovation and addition at Spokane Falls Community College;
- \$6.2 million for a Recreation Center at Wenatchee Valley; and
- \$3 million for Student Housing at Pierce Fort Steilacoom.

STATE BUILDING DEVELOPMENT

Tri Cities Readiness Center.

The Military Department receives funding of \$1.9 million for land acquisition for a new Tri Cities Readiness Center. Design and construction will be funded in the 2017-2019 capital budget.