

Proposed 2008 Supplemental Capital Budget

Budget Highlights

February 20, 2008

Representative Fromhold, Chair
House Capital Budget Committee

2008 SUPPLEMENTAL CAPITAL BUDGET HIGHLIGHTS

HOUSING ASSISTANCE

Housing (\$90 million)

An additional \$50 million in funding is provided for housing assistance to low-income persons, including housing located in areas declared a disaster by the Governor after November 2007 (up to \$10 million), and on-farm housing for migrant and seasonal farmworkers (\$2 million). Funding is also provided to assist low-income housing developers to respond quickly to secure property for the preservation or development of low-income housing (\$20 million). Additionally, equity loans will facilitate the use of Housing Finance Commission tax-exempt multi-family bond cap for nonprofit housing developers (\$20 million).

K-12 ASSISTANCE

Vocational Skills Centers (\$5,147,000)

The capital budget appropriates new state general obligation bonds for the purpose of expanding skills center capacity, including funds for the feasibility of satellite or branch campus programs for under-served rural areas or high-density areas. Separate legislation authorizes \$100 million in state general obligation bonds for skills centers and deposits those funds into a new Skill Centers Building Account.

Funding is provided for the following skills center projects from this new fund source:

- \$3,070,000 for predesign and design of the Pierce County Skills Center
- \$927,000 for predesign and design of the Grant County Skills Center
- \$550,000 for predesign and design of the Northeast King County Skills Center
- \$50,000 for the purchase option of land for the North Central Skills Center
- \$475,000 for feasibility studies for satellite/branch campus skills centers in underserved areas of Washington
- \$75,000 for a feasibility study for the Seattle Skills Center

JOINT LEGISLATIVE TASK FORCE ON SCHOOL CONSTRUCTION FUNDING

Task Force Recommendations (\$1,775,000)

In 2007, the Joint Legislative Task Force on School Construction Funding was given the responsibility of conducting a comprehensive review and evaluation of school construction funding and spending issues. Several recommendations are incorporated into the capital budget, including:

- Development of a K-12 facility condition and inventory system pilot program by the Joint Legislative Audit and Review Committee (\$320,000);
- Development of methods and options for making the current School Construction Assistance Grant Program more transparent in terms of the formula components and assumptions (\$150,000);
- Development of a regional school construction technical assistance program (\$1.1 million);
- Evaluation of the accuracy and reliability of enrollment forecasting methods for determining eligibility for the School Construction Assistance Grant Program (\$150,000);
- Evaluation of options for using existing state trust lands or acquiring new lands in high growth areas to hold for future school expansion due to population growth (\$55,000); and
- Evaluation of cost and other implications of changing the current annual release cycle for the School Construction Assistance Grant Program.

FLOOD ASSISTANCE

Funds for Catastrophic Flood Relief (\$50 million)

House Bill 3375 provides funds for the Office of Financial Management to work with other state agencies, the Chehalis Basin Flood Control Authority, and other local governments to participate in flood hazard mitigation projects for the Chehalis River Basin. Up to \$2.5 million is for the Chehalis Basin Flood Control Authority or other local government groups to develop or participate in the development of flood hazard mitigation measures throughout the basin. Separate legislation authorizes \$50 million in new state general obligation bonds for the basin.

Flood Mitigation and Prevention (\$12 million)

Funding is provided to mitigate the damage caused by the December 2007 flood and for measures to prevent flooding or damage from future floods. Flood assistance for farm communities is provided to restore agricultural infrastructure and fish and wildlife habitat protection (\$1.5 million). A flood protection study will determine the number of decertified levees in the state and identify strategies for re-certifying levees to provide protection for the communities and ensure certification by the U.S Army Corps of Engineers for 100 year flood protection (\$250,000). A flood warning system inventory and needs assessment will identify flood warning systems currently in place in flood hazard areas of the state, including manual systems and electronic systems (\$250,000). Funding is also provided to assist communities in developing housing for low-income households in areas declared a disaster by the Governor (up to \$10 million).

LOCAL GOVERNMENT INFRASTRUCTURE

Infrastructure Investments in Small Communities (\$8,064,000)

Funding is provided for four small wastewater systems to alleviate risks to public health and the environment. These systems include:

- Tenino wastewater treatment facility and collection system (\$4.4 million)
- Ritzville wastewater treatment facility (\$2,164,000)
- Gig Harbor wastewater system improvements (\$1 million)
- Mason County Consortium wastewater system for the Hoodspout to Skokomish Indian Reservation area of Mason County (\$500,000)

Study Committee on Public Infrastructure Programs and Funding Structures

In 2007, the Study Committee on Public Infrastructure Programs and Funding Structures was created to make recommendations for a comprehensive funding structure and a systematic approach to support the integration, consolidation, and standardization of processes and procedures for infrastructure programs. Several recommendations are incorporated into the capital budget.

Infrastructure Investment System

The 2007 Study Committee on Public Infrastructure Programs and Funding Structures recommended the development of an "infrastructure bank." To initiate the recommendation, funding is provided for the Office of Financial Management to work with agencies and stakeholders to develop an implementation plan for an Infrastructure Investment System. The system will help to provide access to infrastructure programs administered by several different agencies. The Infrastructure Investment System will also allow for the identification of options for the organization and coordination of the many infrastructure programs.

Small Wastewater and Drinking Water System Studies

The 2007 Study Committee on Public Infrastructure Programs and Funding Structures recommended compiling information about small wastewater and drinking water systems to find the reasons that they may fail, to look for preventative measures, and to explore opportunities for regionalization. Based on these recommendations, funding is provided for the Departments of Ecology and Health to study small wastewater and drinking water systems to determine measures to prevent system failure, assess small system needs, and to explore opportunities for regionalization of systems.

Infrastructure Interest Rate Buy-Down Pilot (\$10 million)

Funding is provided for an infrastructure interest rate buy-down pilot program. The purpose of the program is to demonstrate options for the most efficient use of the state's investment in local infrastructure. The pilot will provide grants to local governments to offset the difference in interest rates between the Public Works Board interest rates and interest rates that the local governments may receive when issuing their own debt.

ENVIRONMENTAL CLEANUP

Toxics Cleanup (\$19.2 million)

Additional funding is provided in the supplemental budget to clean-up pollution across the state. This includes cleaning up contaminated sites within one-half mile of Puget Sound (\$2.77 million); to assist local governments to expedite the clean-up of hazardous sites while reducing the financial impact to rate payers and taxpayers (\$8.4 million); to clean-up soils contaminated with arsenic and lead at school sites (\$2.5 million); to replace uncertified wood stoves with new, cleaner heating devices to reduce particulate air pollution (\$1.5 million); to install pollution control devices on publicly-owned diesel vehicles, equipment, and school buses to reduce citizen exposure to highly toxic air pollutants (\$3 million); and to clean contaminated soils on property owned by the University of Washington in Tacoma (\$1 million).

2008 Supplemental Capital Budget Project Lists

**2007-09 Capital Budget - 2008 Supplemental
House Chair Proposal**
(Dollars in Thousands)

NEW APPROPRIATIONS	State Bonds	Total
GOVERNMENTAL OPERATIONS		
Joint Legislative Audit & Review Committee		
K-12 Inventory Pilot Project	0	230
Statute Law Committee		
Pritchard Building Rehabilitation	-300	-300
Department of Community, Trade, & Economic Develop		
Building Communities Fund Program	150	150
Community Schools Program	5,475	5,475
Drinking Water Assistance Program	0	3,600
Equity Loan Program	0	20,000
Housing Assistance, Weatherization, and Affordable Housing	32,500	50,000
Local and Community Projects	16,315	16,315
Longview Regional Water Treatment Plant Dredging	150	150
Quillayute Valley Wood-Fire Boiler	0	1,000
Quincy Water Treatment System	4,500	4,500
Rapid Response Loan Program	0	20,000
Rural Washington Loan Fund	0	-2,100
Snohomish County Biodiesel	0	500
Statewide Childcare Facilities Needs Assessment	30	30
Total	59,120	119,620
Office of Financial Management		
Higher Education Cost Escalation	-1,737	-1,737
Higher Education Project Scoring and Financing Study	200	200
Infrastructure Investment System	0	475
Oversight of State Facilities	404	404
Total	-1,133	-658
Department of Personnel		
Thurston County Childcare Needs Assessment - Predesign	0	150
Department of General Administration		
Campus Monuments Repair & Restoration	288	288
Child Care Facility: Purchase and Improvements	2,000	2,000
Infrastructure Relocation	2,000	2,000
Legislative Building Improvements	25	0
Minor Works - Facility Preservation	310	214
Minor Works - Infrastructure Preservation	-104	-104
Minor Works - Program	-10	-10
Olympia: Pro-Arts Site Acquisition	1,985	1,985

**2007-09 Capital Budget - 2008 Supplemental
House Chair Proposal**
(Dollars in Thousands)

NEW APPROPRIATIONS	State Bonds	Total
Oversight of State Facilities	264	264
Total	6,758	6,637
Washington State Patrol		
Combined State Agency Aviation Facility	364	364
Higher Education Campus Security Plan	200	200
Seattle Crime Lab Expansion	734	734
Shelton - WSP Academy Land: Option to Purchase	0	100
Total	1,298	1,398
Military Department		
Flood Warning System Study	250	250
TOTAL GOVERNMENTAL OPERATIONS	65,993	127,327
HUMAN SERVICES		
Department of Social and Health Services		
Capital Project Management	0	-250
Fircrest Campus Master Plan	270	270
Special Commitment Center Medium Management Housing Addition	275	275
Western State Hospital Laundry Upgrades	1,973	1,973
Total	2,518	2,268
Department of Health		
Drinking Water Assistance Program	0	12,174
Public Health Laboratory Addition	828	828
Review of Drinking Water Systems	100	100
Total	928	13,102
Department of Veterans' Affairs		
Walla Walla Nursing Facility	125	125
Department of Corrections		
CRCC: Design & Construct Medium Security Facility	-12,420	-12,420
WSP: North Close Security Compound	13,007	13,770
Total	587	1,350
TOTAL HUMAN SERVICES	4,158	16,845

**2007-09 Capital Budget - 2008 Supplemental
House Chair Proposal**
(Dollars in Thousands)

NEW APPROPRIATIONS	State Bonds	Total
NATURAL RESOURCES		
Department of Ecology		
Breazeale Interpretive Center Educational Interpretive Exhibits	0	495
Centennial Clean Water Program	-4,040	7,564
Cleanup Toxic Sites in Puget Sound	0	2,767
Flood Protection Study	250	250
Mason County Consortium	0	500
Reduce Health Risks from Toxic Diesel Pollution	0	3,040
Reduce Public Health Risks from Wood Stove Pollution	0	1,500
Remedial Action Grants	0	8,400
Safe Soils Remediation Grants	0	2,500
Skykomish Cleanup	0	3,000
Wastewater Regionalization	100	100
Wastewater System Case Studies	75	75
Total	-3,615	30,191
State Parks and Recreation Commission		
Bigelow House Museum	100	100
Ft. Flagler - Parkwide Sewage Treatment System	2,773	2,773
Historic Preservation	-910	-910
Minor Works - Facility Preservation	-200	0
Ocean City Comfort Station - Fire Damage Repair	181	181
Saint Edward State Park Seminary Building: Preservation	2,310	2,310
Total	4,254	4,454
State Conservation Commission		
Flood Assistance for Farm Communities	1,500	1,500
Livestock Nutrient Program	0	4,000
Practice Incentive Payment Loan Program	0	-500
Total	1,500	5,000
Department of Fish and Wildlife		
Combined State Agency Aviation Facility	90	90
Ebey Island Property	2,200	3,200
Okanogan-Similkameen Land Acquisition	3,000	3,000
Statewide Fencing Renovation and Replacement	-669	1,331
Total	4,621	7,621

**2007-09 Capital Budget - 2008 Supplemental
House Chair Proposal**
(Dollars in Thousands)

NEW APPROPRIATIONS	State Bonds	Total
Department of Natural Resources		
Combined State Agency Aviation Facility	532	532
Potential School Sites - State Trust Land Study	0	30
Total	532	562
 TOTAL NATURAL RESOURCES	7,292	47,828
 HIGHER EDUCATION		
University of Washington		
Burke Museum	300	300
UW Tacoma - Land Acquisition	0	2,000
UW Tacoma - Soils Remediation	0	1,000
Total	300	3,300
 Washington State University		
WSU Pullman - Veterinary Medical Research Building	2,000	2,000
 Central Washington University		
Dean Hall Renovation	1,300	1,300
 The Evergreen State College		
Daniel J Evans Building - Modernization	518	1,983
 Community & Technical College System		
Bellevue Community College: L Building Emergency Repairs	1,663	1,663
Yakima Valley Community College - Skills Center	2,500	2,500
Total	4,163	4,163
 TOTAL HIGHER EDUCATION	8,281	12,746

**2007-09 Capital Budget - 2008 Supplemental
House Chair Proposal**
(Dollars in Thousands)

NEW APPROPRIATIONS	State Bonds	Total
PUBLIC SCHOOLS		
Public Schools		
School Construction Assistance Grants	-87,127	-104,509
Vocational Skills Centers	-1,000	-1,000
Grant County Skills Center	927	927
North Central Skills Center	50	50
Northeast King County Skills Center	550	550
Pierce County Skills Center	3,070	3,070
Satellite/Branch Campus Feasibility Studies	475	475
Seattle Skills Center Feasibility Study	75	75
Aviation High School	1,175	1,175
Enrollment Projections Evaluation Study	0	150
K-12 Inventory Pilot Project	0	-850
K12 Formula Methods Study	0	150
Potential School Sites - State Trust Lands Study	0	25
Regional School Construction Assistance Program	0	1,100
Greenbridge Early Learning Center	2,000	2,000
Yakima Early Learning Center	100	100
Total	-79,705	-96,512
OTHER EDUCATION		
Washington State Historical Society		
Olympia - State Capitol Museum: Building Preservation	207	207
Pacific-Lewis and Clark Station Camp Park Project	1,935	1,935
Total	2,142	2,142
STATEWIDE TOTAL	8,161	110,376

**2007-09 Capital Budget - 2008 Supplemental
House Chair Proposal**
(Dollars in Thousands)

NEW APPROPRIATIONS	State Bonds	Total
BOND CAPACITY ADJUSTMENTS		
Department of Corrections		
CBCC: Replace Support Building Roof	-350	
WSP: Replace Correctional Industry Roof	-237	
Total	-587	
BOND CAPACITY ADJUSTMENTS TOTAL	-587	
STATEWIDE TOTAL BOND APPROPRIATIONS (NET)		7,574

2007-09 Capital Budget - 2008 Supplemental
Alternative Finance Projects
House Chair Proposal
(Dollars in Thousands)

NEW PROJECTS	Authorization
Department of General Administration	
John L. O'Brien: Rehabilitation	10,000
Department of Ecology	
Headquarters Building: East Wall Rebuild	11,000
Community & Technical College System	
Wenatchee Valley College: Student Housing	3,347
Seattle Central Community College: Property	3,100
Total	6,447
Projects Total	\$27,447

Washington Wildlife and Recreation Program
LEAP Capital Document No. 2008-1
2007-09 Biennium
Developed February 13, 2008

RCO #	Project Name	Project Sponsor	Request	Funding Level
WWRP, Farmland Preservation Ranked List of Projects				
07-1611A	Peoples Ranch	Snohomish County of	\$750,000	\$750,000
07-1540C	Glendale Farm	Jefferson County of	546,737	546,737
07-1600A	Ebey's Reserve Farmland - Engle	Island County of	750,000	750,000
07-1604A	Terry's Berries Farm	Pierce County of	291,370	291,370
07-1597A	Orting Valley Farms	Pierce County of	750,000	750,000
07-1610A	Willie Greens Organic Farm	Snohomish County of	78,210	78,210
07-1574A	Rattlesnake Hills Working Rangelands	Yakima County of	576,650	576,650
07-1584A	Useless Bay East Farmland	Island County of	500,000	500,000
07-1571A	Crown-S Ranch Farmland	Okanogan County of	213,750	213,750
07-1607A	Biderbost Farm	Snohomish County of	280,710	280,710
07-1602A	Triple Creek Ranch	Kittitas County of	689,695	Alternate
07-1556A	Enumclaw Plateau Pasture Land	King County of	102,900	Alternate
07-1616A	Pearson Eddy	Snohomish County of	203,420	Alternate
07-1596A	Cowiche Basin Working Rangelands - Phase 1	Yakima County of	690,900	Alternate
07-1603A	Finn Hall Farm Phase 1	Clallam County of	508,475	Alternate
07-1612A	Setzer Farm	Snohomish County of	20,210	Alternate
			\$6,953,027	\$4,737,427

Local/Community Projects
2008 Supplemental Capital Budget
(Dollars in Thousands)

Project Name	Amount
16th Street Esplanade and Public Pier	300
180th/240th Park Development	750
Armed Forces and Aerospace Museum	100
Benton City Food Bank	150
Brightwater Environmental Education Center and Energy Test Bed	270
Bullerville Utility District Water System Replacement	350
Burley Mountain Lodge	350
Chambers Creek Pedestrian Bridge	1,400
Cliff Bailey Center - North End Roof	342
Comfort House Senior Citizen Center	15
Confluence Project	500
Dialysis Capacity and Backup Power	534
Eatonville Community Pool Access Addition	350
Examination Room at Children's Justice Center	100
Garfield County Agricultural History Museum	75
Greenacres Neighborhood Park Development	300
Handicap and Public Safety Renovations	115
Hazel Heights P-Patch and Community Garden	70
Highline School District Noise Mitigation	1,500
Jim Kennett Track Renovation	12
Kitsap Mental Health Services Residential Facility	1,000
Lake Stevens Senior Center	100
Mason Transit Community Center	235
Mobile Command Center	300
Mobius Science Center	1,100
Mt. Spokane Ski and Snowboard Parks	300
Naches Depot and Trail Phase II	375
New Hope Farms	85
North East Redevelopment Area Project preconstruction activities	500
Performing Arts Center Eastside (PACE)	1,000
Public Facility Emergency Readiness	500
Puget Sound Industrial Excellence Center	1,000
Rainier Valley Boys and Girls Club	470
Redman Slough Channel Restoration	45
Relocation of Highline West Seattle Mental Health Facility	1,500
Share House Expansion	1,500
South Tacoma Community Center	500
Sunnyside School District Choices	150

Local/Community Projects
2008 Supplemental Capital Budget
(Dollars in Thousands)

Project Name	Amount
Underwood Water Reservoir and Water System Improvements	350
Vader Public Restrooms	110
Wallingford Boys and Girls Club	167
Wenatchee Applesox Renovation	400
West Richland Diking District	120
William Factory Small Business Incubator	500
YMCA/YWCA "Your 'Y' Capital"	1,000
Youth Housing and Drop-In Center	300
YWCA Somerset Village Apartments and Community Center Acquisition	200
Total Recommended	\$21,390

2007

2009



House of Representatives
Office of Program Research