

NEW SECTION. Sec. 8. Sections 3 through 6 of this 1974 amendatory act are each added to Title 84 RCW.

NEW SECTION. Sec. 9. 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. 10. This 1974 amendatory act is necessary for the immediate preservation of the public peace, health and safety, the support of the state government and its existing public institutions, and shall take effect immediately.

Passed the House April 23, 1974.
Passed the Senate April 23, 1974.
Approved by the Governor May 6, 1974.
Filed in Office of Secretary of State May 6, 1974.

CHAPTER 197

[Engrossed Substitute Senate Bill No. 3253]

BUDGET AND APPROPRIATIONS

AN ACT Relating to expenditures by state agencies and offices of the state; making appropriations for the fiscal biennium beginning July 1, 1973, and ending June 30, 1975; making other appropriations; designating effective dates for certain appropriations; amending section 4, chapter 131, Laws of 1973 1st ex. sess. (uncodified) as amended by section 47, chapter 142, Laws of 1974 1st ex. sess. (uncodified); amending section 5, chapter 131, Laws of 1973 1st ex. sess. (uncodified) as amended by section 48, chapter 142, Laws of 1974 1st ex. sess. (uncodified); amending section 7, chapter 131, Laws of 1973 1st ex. sess. (uncodified) as amended by section 49, chapter 142, Laws of 1974 1st ex. sess. (uncodified); amending section 2, chapter 139, Laws of 1973 1st ex. sess. (uncodified); amending section 3, chapter 139, Laws of 1973 1st ex. sess. (uncodified); amending section 8, chapter 139, Laws of 1973 1st ex. sess. (uncodified); amending section 9, chapter 139, Laws of 1973 1st ex. sess. (uncodified); amending section 10, chapter 139, Laws of 1973 1st ex. sess. (uncodified); amending section 34, chapter 142, Laws of 1974 1st ex. sess. (uncodified); amending section 41, chapter 142, Laws of 1974 1st ex. sess. (uncodified); amending section 52, chapter 142, Laws of 1974 1st ex. sess. (uncodified); and declaring an emergency.

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

NEW SECTION. Section 1. That the following appropriations are hereby adopted and subject to the provisions set forth in the following sections or so much thereof as shall be sufficient to accomplish the purposes designated are hereby appropriated and authorized to be disbursed by the designated agencies and offices of the state and for other specified purposes, including operations and capital improvements, for the fiscal biennium beginning July 1, 1973 and ending June 30, 1975, except as otherwise provided, out of the several funds of the state hereinafter named.

V- NEW SECTION. Sec. 2. FOR THE SUPERIOR COURT JUDGES
General Fund Appropriation: PROVIDED,
That this amount shall
be used for the implementation
of chapter ..., Laws of 1974 1st
ex. sess. (SB 3181)\$ 35,333

NEW SECTION. Sec. 3. FOR THE STATE AUDITOR
General Fund Appropriation
For Operations\$ 60,152
Payment of supplies and services
furnished in previous biennia\$ 50,000
Sundry Claims\$ 14,205

NEW SECTION. Sec. 4. FOR THE SECRETARY OF STATE
General Fund Appropriation
For the purpose of carrying out the
provisions of chapter 127, Laws of
1974 1st ex. sess.\$ 93,311

NEW SECTION. Sec. 5. FOR THE PUBLIC DISCLOSURE COMMISSION
General Fund Appropriation: PROVIDED,
That these funds be used for
additional personnel to carry out
additional investigations\$ 50,000

NEW SECTION. Sec. 6. FOR THE DEPARTMENT OF GENERAL ADMINISTRATION
General Fund Appropriation: PROVIDED,
That this appropriation shall
be used to complete the
migrant housing pilot project
authorized pursuant to the provisions
of chapter 125, Laws of 1974 1st
ex. sess.\$ 13,000

V- NEW SECTION. Sec. 7. FOR THE DEPARTMENT

<p>OF COMMERCE AND ECONOMIC DEVELOPMENT State Trade Fair Fund Appropriation: PROVIDED, That this appropriation shall be used to support The Washington State Aviation Trade Fair provisions of RCW 43.31 notwithstanding.....\$</p>	<p>23,106</p>
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NEW SECTION. Sec. 8. FOR THE DEPARTMENT

OF EMERGENCY SERVICES

General Fund Appropriation: PROVIDED,
That pursuant to section 67, chapter
142, Laws of 1974 1st ex. sess., any
federal funds received for fuel
allocation shall replace an equal
amount of state funds\$ 462,476

NEW SECTION. Sec. 9. FOR THE MILITARY

DEPARTMENT

General Fund Appropriation: PROVIDED,
That these funds be used only for
maintenance and operations of
state national guard facilities\$ 234,684

NEW SECTION. Sec. 10. FOR THE HIGHER

EDUCATION PERSONNEL BOARD

Higher Education Personnel Board Service Fund\$ 99,877

NEW SECTION. Sec. 11. FOR THE TEACHERS'

RETIREMENT SYSTEM

Teachers' Retirement Fund Appropriation.....\$ 79,683
PROVIDED, That this amount shall be used for the
implementation of Chapter ..., Laws of 1974,
3rd ex. sess. (3d SHB 1274).....\$ 2,200,000

NEW SECTION. Sec. 12. FOR THE DEPARTMENT

OF MOTOR VEHICLES

General Fund Appropriation\$ 17,750

<p><u>NEW SECTION.</u> Sec. 13. FOR THE EMPLOYMENT RELATIONS COMMISSION General Fund Appropriation: PROVIDED, That \$125,000 or so much thereof as may be necessary, shall be used under the direction of chairman of the board for the purpose of paying the per diem and expenses of the Commission, the salaries and fringe benefits of the employees of the Commission, and any other expenses necessary to carry out the provisions of the proposed act: PROVIDED, That</p>	<p>→</p>
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V- up to \$30,000 of this appropriation shall be used for costs incurred by the advisory committee pursuant to the proposed act: PROVIDED FURTHER, That this appropriation is contingent on the passage of chapter ..., Laws of 1974 1st ex... sess. (ESHB 1341)\$ 155,000

NEW SECTION. Sec. 14. FOR THE OCEANOGRAPHIC

COMMISSION OF WASHINGTON

General Fund Appropriation: PROVIDED, That these funds shall be used for a feasibility study of offshore monobuoy and related petroleum transfer facilities: PROVIDED, That the Commission shall commit up to \$25,000 from its FY 75 General Fund Appropriations for such study: PROVIDED FURTHER, That if federal funds are received for such study, said funds shall replace an equal amount of state funds.....\$ 402,150

NEW SECTION. Sec. 15. FOR THE THERMAL

POWER PLANT SITE EVALUATION COUNCIL

General Fund Appropriation\$ 17,293

NEW SECTION. Sec. 16. FOR THE STATE DATA

PROCESSING AUTHORITY

General Fund Appropriation: PROVIDED, That these funds shall be used by Central Washington State College to convert from operation of its own computer facility to a remote terminal environment, sharing resources of a state computer service center.....\$ 125,000

NEW SECTION. Sec. 17. FOR THE DEPARTMENT

OF FISHERIES

General Fund Appropriation: PROVIDED, That pursuant to section 67, chapter 142, Laws of 1974 1st ex. sess., the department is directed to seek federal assistance funds for the Indian Fishing rights program and for the United States-Canadian Fishing Rights Negotiations, and any such funds received shall replace an equal amount of state funds\$ 687,531

NEW SECTION. Sec. 18. FOR THE DEPARTMENT

OF NATURAL RESOURCES

General Fund Appropriation

For implementation of the 1974

Forest Practices Act, chapter

137, Laws of 1974 1st ex. sess.\$ 398,300

General Fund--Resource Management Cost

Account Appropriation\$ 1,116,895

State Timber Reserve Fund Appropriation

For the purpose of carrying out the

the provisions of chapter ...,

Laws of 1974 1st ex. sess. (SHB 1185)\$ 450,236

NEW SECTION. Sec. 19. FOR THE DEPARTMENT

OF AGRICULTURE

General Fund Appropriation: PROVIDED,

That of this amount \$95,000 shall be used for brand inspection and cattle rustling investigation activities and such amounts shall be reimbursed to the General Fund from the Brand Inspection Fund at such time as the Brand Inspection Fund accumulates a sufficient balance:

PROVIDED, That the department contract with the Department of Game in an

amount not to exceed \$50,000 for a study of predator control utilizing various chemicals approved by the Federal Environmental Protection Agency:

PROVIDED FURTHER, That \$55,955 of this appropriation shall be to implement the Poison Control Act, Chapter 49, Laws of 1974, 1st ex. sess.....\$ 228,559

General Fund Appropriation

For expanding the Tansy Ragwort pilot eradication program as authorized in chapter 142, Laws of 1974 1st ex. sess. to include Grays Harbor, Island, Mason, Pacific, Skamania and Wahkiakum counties: PROVIDED, That this appropriation together with the \$75,000 previously appropriated shall be directed toward controlling and preventing the spread of the noxious Tansy Ragwort Weed: PROVIDED FURTHER, That each county and participating individual agricultural landowner

share equally the remaining two-thirds
cost of material used in the direct
control of said weed\$ 32,341

NEW SECTION. Sec. 20. FOR THE WASHINGTON

FUTURE PROGRAM

Appropriated to:

DEPARTMENT OF ECOLOGY

General Fund--State and Local Improvement

Revolving Account--Waste Disposal Facilities:

Appropriated pursuant to the provisions
of chapter 127, Laws of 1972 ex. sess.,
(Referendum 26), for up to fifteen
percent of the overall cost of any
project except that (1) the state
portion of solid waste management,
lake rehabilitation, or irrigation
return flows may be as much as fifty
percent; (2) the state may provide one
hundred percent of the costs necessary
to meet the conditions required to
receive federal funds; and (3) the
state may loan one hundred percent of
the eligible costs of preconstruction
activities\$ 29,623,000

General Fund--State and Local Improvement

Revolving Account--Water Supply Facilities:

Appropriated pursuant to the provisions
of chapter 128, Laws of 1972 ex. sess.,
(Referendum 27): PROVIDED, That (1)
the state portion of water supply
projects may be as much as fifty
percent; (2) the state may provide one
hundred percent of the costs necessary
to meet the conditions required to
receive federal funds; and (3) the state
may loan one hundred percent of the
eligible costs of preconstruction
activities\$ 6,430,688

NEW SECTION. Sec. 21. FOR THE

DEPARTMENT OF EMPLOYMENT SECURITY

General Fund Appropriation

For the Program for Local Service:
PROVIDED, That \$600,156 of this
appropriation shall be from federal

sources\$ 1,200,313

For the Public Service Employment Program: PROVIDED, That these funds shall be federal Funds implementing Title II of the Comprehensive Employment and Training Act of 1973:

PROVIDED FURTHER, That allocations of these funds shall be approved by the Legislative Budget Committee or the House and Senate Ways and Means Committees:

PROVIDED FURTHER, That the Office of Program Planning and Fiscal Management shall provide the Senate and House Ways and Means Committees on a quarterly basis a report detailing actual expenditures, numbers of positions allocated, and programs or projects affected\$ 5,352,377

NEW SECTION. Sec. 22. FOR THE DEPARTMENT OF EMPLOYMENT SECURITY:

General Fund Appropriation: PROVIDED, That the Department shall contract with Neighbors in Need for the purpose of removing Neighbors in Need recipients from reliance on food banks to full time gainful employment and Neighbors in Need may subcontract on a performance contract basis for a statewide training, placement and follow up program to provide diagnostic, tutorial, GED, job training, job search and placement Financial penalties shall be provided for lack of performance: PROVIDED, That federal

WIN funds be provided on their normal matching ratio not to exceed \$675,000.....\$ 75,000

NEW SECTION. Sec. 23. FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES

General Fund Appropriation: PROVIDED, That The Department shall contract with the Fred Hutchinson Cancer Research Center for the purposes of securing a viable cancer research program in this state\$ 500,000

NEW SECTION. Sec. 24. FOR DEPARTMENT OF SOCIAL AND HEALTH SERVICES General Fund--State and Local Improvement

Revolving Account--Social and Health Services Facilities:

Appropriated pursuant to the provisions of chapter 130, Laws of 1972 ex. sess., (Referendum 29), for social and health services facilities; The Department of Social and Health Services is authorized to obligate for purposes of carrying out the provisions of chapter 130, Laws of 1972 ex. sess., a total of \$24,750,000: PROVIDED, That expenditures against these obligations shall not exceed \$10,000,000:

V [That no funds shall be expended for specific projects without the prior approval of the Office of Program Planning and Fiscal Management and the House and Senate Ways and Means Committees or the Legislative Budget Committee:

PROVIDED FURTHER, The governing body of any county, city or political subdivision of the state may permit the use by lease, contract for service, or otherwise of the facilities of any social and health care facility by any community service organization, nonprofit corporation, group or association, for the purpose of conducting a program of education, training, or other purpose, for the residents of such institutions

V [if determined by the director to be beneficial to such residents or a portion thereof\$ 10,000,000

Sec. 25. Section 2, chapter 139, Laws of 1973 1st ex. sess. (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES ((General Fund Appropriation: PROVIDED, That \$594,866,929 is from state funds and \$67,544,168 is from private and local funds and \$417,713,198 is from federal funds: PROVIDED, That any proposal to expend moneys or man years from an appropriated fund or account

in excess of appropriations provided by law, based upon the receipt of unanticipated revenues, shall be submitted to the House Ways and Means Committee and to the Senate Ways and Means Committee, if the state legislature is in session, or to the legislative budget committee during the interim between legislative sessions which may authorize the expenditure of unanticipated receipts during the legislative interim arising from federal sources, gifts or grants, by a majority of the members: PROVIDED, That the Department initiate negotiations with the federal government for federal administration of the state supplementation of the supplemental security income program and also initiate negotiations for the optional federal administration of eligibility for medicaid by the adult recipients: PROVIDED, That a draft negotiated contract shall be submitted to the legislative Budget Committee or to the House and Senate Ways and Means Committees if the legislature is in session by Sept. 15, 1973 for their review and such contract shall not be completed without legislative authorization: PROVIDED, That if the claim made by the state to the U. S. Department of Health, Education and Welfare on October 24, 1972 for reimbursement in the amount of \$32,876,903 is sustained or any portion of that claim is sustained such funds shall be deposited by the State Treasurer in Suspense Fund 705 and no allocation or disbursements of these funds shall be made until a legislative appropriation determining the use of such moneys shall be enacted into law: PROVIDED, That all disputes arising between the state and the United States Department of Health, Education, and Welfare involving the state's claim to federal reimbursement of state expenditures as provided by the applicable provisions

of Titles I, IV, X, XIV, XVI and XIX of the Social Security Act which would have the effect of reducing or increasing any appropriation or any part thereof shall be negotiated and settled only with the consent of a majority of the members of the House Ways and Means Committee and the Senate Ways and Means Committee: PROVIDED, That the sum of \$5,500,264 currently being held by the State Treasurer in Suspense Fund 705 pending the completion of a federal review of the legitimacy of the claim for such moneys shall continue to be held and no allocation or disbursements of these funds, except to repay the federal government if necessary, shall be made until a legislative appropriation determining the use of such moneys shall be enacted into law: PROVIDED, That if the Department claims additional matching for the period of October 1, 1972 through June 30, 1973, or any portion thereof, such moneys shall be deposited by the State Treasurer in Suspense Fund 705 and no allocation or disbursements of these funds shall be made until a legislative appropriation determining the use of such moneys shall be enacted into law: PROVIDED, That the department shall deploy personnel in such a manner as to insure, insofar as is possible, that ineligible persons shall be removed from current caseloads, errors resulting in overpayments or underpayments to recipients shall be corrected, efforts shall be made to insure that only eligible individuals are added to the public assistance caseloads and that caseloads are kept within the estimates for which funds are herein provided: PROVIDED, That compliance with this act and the attempt to contain caseloads within acceptable limits shall be accomplished but, notwithstanding

the provisions of RCW 74.08.040, the Department shall not impose ratable reductions; or any other form of reduction in public assistance grants which are in addition to, or in any way lower the maximums presently imposed: PROVIDED, That the agency charged with the responsibility for performance or management audits shall periodically monitor departmental management to insure that compliance with these provisions is being maintained:

PROVIDED FURTHER, That this appropriation

shall be expended for the following purposes: \$1,049,424,295

Adult Corrections and Rehabilitative Services

Program: \$ 42,208,946

Juvenile Rehabilitation Program: PROVIDED,

That it is the intent of the legislature that the delinquency

prevention program shall be continued \$ 29,994,492

Mental Health Program: \$

51,994,045

Developmental Disabilities Program: PROVIDED,

That \$445,050 is appropriated for auditory training systems for use at the state school for the deaf: PROVIDED, That of the new positions authorized in this act twenty-five shall be developmental disability community workers added during the first year of the biennium and an additional twenty-five developmental disability community workers to be added during the second year of the biennium

\$ 70,448,492

Veterans' Services Program: PROVIDED,

That the Department of Social and Health Services shall perform an in-depth study regarding the need for the Veterans' Home at Retsil, and the Soldiers' Home and Colony at Orting, and possible alternative approaches to provision of this service including, but not limited to, combining of the programs or closure of one or both homes, and the results are to be reported to the

State Legislature prior to October 1, 1973-----\$ 6,431,756
Income Maintenance Program: PROVIDED, That a person referred to and accepted by the Division of Vocational Rehabilitation for rehabilitation under an approved plan, which plan includes maintenance payments, shall not be eligible to receive general assistance: PROVIDED, That of this sum \$3,847,082 in state moneys or so much thereof as shall be necessary, shall be employed exclusively for the purpose of providing a state supplement up to the aid to families with dependent children public assistance standards for recipients of unemployment compensation benefits who, except for the restriction on eligibility for those receiving unemployment compensation benefits, meet aid to families with dependent children eligibility standards: PROVIDED, That those recipients concurrently receiving unemployment compensation benefits shall not be eligible for additional state funded medical services beyond those services now available to such recipients: PROVIDED, That the amount paid from this appropriation to or on behalf of a recipient in a nursing home or a hospital for clothing and necessary incidentals shall not exceed fifty percent of the amount which would be paid to such a recipient if he were living in his own home: PROVIDED, That of this appropriation \$3,647,163 of which \$1,692,552 is the state share, or so much thereof as shall be necessary, shall be utilized exclusively for the purpose of providing a five percent cost of living increase for recipients of aid to families with dependent children and general assistance from July 1, 1973 through June 30, 1975: PROVIDED, That the department shall report to the legislature the total amount of all moneys deposited in the state treasury in nonrevenue

accounts and the total of all moneys received for nonassistance support collections accounts and that in no event shall the department utilize these moneys to establish new programs; to expand existing programs beyond legislatively authorized intent nor to supplant federal funds without specific legislative authorization: PROVIDED, That of this amount \$1,731,330 of which the state share shall be \$640,620 shall be utilized exclusively for the purpose of providing a five percent cost of living increase for old age assistance, aid to blind and disability assistance categorical recipients from July 1, 1973 through June 30, 1975: PROVIDED, That of this amount \$1,245,043 shall be utilized exclusively for the purpose of providing one hundred additional man-years and related costs within the employment level provided for in section 3 of this act consisting solely of welfare eligibility examiners of claims investigators and supervisors to be utilized in the local offices verification and overpayment control sections and such man-year allocations shall be so distributed as to provide the greatest impact upon insuring that income maintenance payments are made only to eligible recipients: PROVIDED, That within the employment level provided in section 3 of this act, not to exceed \$1,049,647 of this amount shall be utilized exclusively for the purpose of providing a total of seventy-six man-years and related costs for the "state investigative unit" whose responsibility shall be to investigate all complaints of fraud and to institute the proper corrective action: \$ 350,462,055

Community Social Services Program: PROVIDED, That \$2,000,000 of this appropriation shall be used to reimburse those nonprofit voluntary agencies enumerated under REW

74-45-020 (3) (a), (b) and (c) for costs incurred in the administration, operation and maintenance of such agencies; such costs being in addition to the purchase of care for such children as otherwise authorized by law: PROVIDED, FURTHER, That \$786,064 in state funds, or so much thereof as shall be necessary, shall be employed exclusively for the purpose of providing for sixty man-years and related costs to continue the delinquency prevention program: PROVIDED, FURTHER, That the department may implement at its discretion a sliding scale of charges in accordance with existing statutes and

regulations: \$ 102,476,039

State General Fund Appropriation:

For day care services for former and potential AFDC recipients: \$ 4,067,000

Medical Assistance Program:

PROVIDED, That the Department of Social and Health Services shall, commencing August 1, 1973 pay for skilled nursing care not less than the rates of \$42.02 per day per patient for Class I care, and \$40.00 per day per patient for Class II care, and shall pay not less than the rate of \$7.54 per day per resident for Intermediate care: \$ 274,584,420

PROVIDED, That notwithstanding the provisions of RCW 48-54-090, the Department shall make a yearly inspection and investigation of all nursing homes; every inspection shall include an inspection of every part of the premises and an examination of all records including financial records, methods of administration, the general and special dietary, the dispersal of drugs, and the stores and methods of supply. The results of such inspection shall be made available to the House

and Senate Ways and Means Committee
and to the Legislative Budget Committee:

Public Health Program.....\$ 26,945,254

Vocational Rehabilitation Program: PROVIDED,
That a person referred to and accepted by
the Division of Vocational Rehabilitation
for rehabilitation under an approved plan,
which plan includes maintenance payments,
shall not be eligible to receive general
assistance: PROVIDED, That an amount
up to \$400,000 shall be allocated for the
Radio Talking Book program for the blind:
PROVIDED, That of this appropriation
\$450,000 shall be made available exclusively
for the purpose of development programs
for eligible disabled clients who were in
vocational rehabilitation programs pursuant
to performance contracts between the
department and private placement agencies:
PROVIDED FURTHER, That such services shall
be made available in a state-wide program
that teaches disabled persons {1} How
to inventory their work skills and relate
such skills to the labor market; {2}
Where jobs fitting their work skills
are most likely to be available; {3}
How to conduct a systematic search for
employment and how to present themselves
most favorably to a prospective employer;
and {4} How and where education and
training are available to develop or
improve marketable work skills.....\$ 29,800,865

Administration and Supporting Services Program.....\$ 33,554,044

General Fund Appropriation for medical services and
supplies including adjustment of hospital costs
not in excess of the unexpended balance of the
1974-73 appropriations or allotments for this
purpose:

Medical Assistance.....\$ 5,400,000

Vocational Rehabilitation.....\$ 25,000

General Fund Appropriation for grants to
communities for mental health and mental
retardation construction grants not in
excess of the unexpended balance of the

1974-73 appropriations or allotments for
this purpose:

Mental Health.....\$ 1,145,996
Developmental Disabilities.....\$ 303,497)

It is the intent of the legislature that any proposal to expend moneys or FTE Staff years from an appropriated fund or account in excess of those FTE Staff years contained in section 23 of this 1974 amendatory act or appropriations provided by law shall be subject to legislative approval as provided in section 23 of this 1974 amendatory act.

If the claim made by the state to the United States Department of Health, Education, and Welfare on October 24, 1972 for reimbursement in the amount of \$32,876,903 is sustained or any portion of that claim is sustained such funds shall be deposited by the State Treasurer in Suspense Fund 705 and no allocation or disbursements of these funds shall be made until a legislative appropriation determining the use of such moneys shall be enacted into law: PROVIDED, That all disputes arising between the state and the United States Department of Health, Education, and Welfare involving the state's claim to federal reimbursement of state expenditures as provided by the applicable provisions of Titles I, IV, X, XIV, XVI, and XIX of the Social Security Act which would have the effect of reducing or increasing any appropriation or any part thereof shall be negotiated and settled only with the consent of a majority of the members of the House and Senate Ways and Means Committees: PROVIDED, That the sum of \$5,508,264 currently being held by the State Treasurer in Suspense Fund 705 pending the completion of a federal review of the legitimacy of the claim for such moneys shall continue to be held and no allocation or disbursements of

these funds, except to repay the federal government if necessary, shall be made until a legislative appropriation determining the use of such moneys shall be enacted into law: PROVIDED, That if the Department claims additional matching funds for the period of October 1, 1972 through June 30, 1973, or any portion thereof, such moneys shall be deposited by the State Treasurer in Suspense Fund 705 and no allocation or disbursements of these funds shall be made until a legislative appropriation determining the use of such moneys shall be enacted into law.

It is the intent of the legislature that the department of social and health services shall deploy personnel in such a manner as to insure, insofar as is possible, that ineligible persons shall be removed from current caseloads, errors resulting in overpayments or underpayments to recipients shall be corrected, efforts shall be made to insure that only eligible individuals are added to the public assistance caseloads and that caseloads are kept within the estimates for which funds are herein provided: PROVIDED,

That compliance with this 1974 amendatory act and the attempt to contain caseloads within acceptable limits shall be accomplished but, notwithstanding the provisions of RCW 74.08.040, the Department shall not impose ratable reductions, or any other form of reduction in public assistance grants which are in addition to, or in any way lower than the maximums presently imposed and covered within this 1974 amendatory act or chapter 139, Laws of 1973 1st ex.

sess.: PROVIDED, That the Legislative Budget Committee shall periodically monitor departmental management to insure that the provisions in this 1974 amendatory act and chapter 139, Laws of 1973 1st ex. sess. are being complied with: PROVIDED, That the department shall prepare and submit to the

Senate and House Ways and Means Committees by July 1, 1974 a detailed report on the status of the systems improvement project specifically identifying the compliance with legislative intent.

General Fund Appropriation

For Adult Corrections and Rehabilitative Services Program: PROVIDED, That \$40,558,521 is from state funds and \$1,703,531 is from federal funds: PROVIDED FURTHER, That \$25,384 of state funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund the costs resulting from increased postage rates: PROVIDED FURTHER, That \$27,752 of state funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund the costs of the Commission created by the passage of chapter 81, Laws of 1974 1st ex. sess., for jail inspections\$ 42,262,052

General Fund Appropriation

For Juvenile Rehabilitation Program: PROVIDED, That \$28,582,996 is from state funds and \$1,419,440 is from federal funds: PROVIDED FURTHER, That \$7,944 of state funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund the costs resulting from increased postage rates\$ 30,002,436

General Fund Appropriation

For Mental Health Program: PROVIDED, That \$49,734,338 is from state funds, \$5,019,357 is from federal funds, and \$336,710 is from local and other funds: PROVIDED FURTHER, That \$135,300 of state funds contained in this appropriation shall be used to fund 5.8 FTE Mental Health Administrator staff years: PROVIDED FURTHER, That \$851,717 of state funds contained in this appropriation shall be used to fund those salary related costs identified specifically for the administration

of the Mental Health Civil Commitment law: PROVIDED FURTHER, That \$2,027,007 in federal funds and \$76,701 in local funds contained in this appropriation or so much thereof as shall be necessary shall be used for the Alcoholism program: PROVIDED, That up to \$775,974 of state general fund moneys may be allocated to the alcoholism program if FY 75 federal receipts are not available in time for FY 75 alcoholism program requirements, and such state general fund moneys utilized shall be reimbursed to the general fund when federal funds become available: PROVIDED FURTHER, That \$5,665 in state funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund the costs resulting from increased postage rates

\$ 55,090,405

General Fund Appropriation

For Developmental Disabilities Program: PROVIDED, That \$71,202,279 is from state funds, \$2,702,621 is from federal funds, and \$621,893 is from local or other funds: PROVIDED FURTHER, That \$741,443 in state funds contained in this appropriation and \$9,382 in federal funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund those salary related costs for 29.3 FTE Attendant Counselor staff years at Fircrest School and 41.9 FTE Attendant Counselor Staff years at Rainier School: PROVIDED FURTHER, That \$200,973 in federal funds and \$99,771 in state funds contained in this appropriation shall be used to fund the construction of the Friends Services Group Home in Seattle and the W.A.R.C. Group Home in Spokane: PROVIDED FURTHER, That \$1,008,916 in federal funds and \$409,161 in local funds

contained in this appropriation shall be used for caseload related costs in the Epton Center program: PROVIDED FURTHER, That \$501,025 in state funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund 41.5 FTE Community Worker Staff years previously authorized in chapter 139, Laws of 1973 1st ex. sess.: PROVIDED FURTHER, That \$4,155 in state funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund the costs resulting from increased postage rates: PROVIDED FURTHER, That \$1,433,775 in State funds or so much thereof as shall be necessary shall be used to fund overtime cost for institutional employees as required by the National Fair Labor Standards Act: PROVIDED, HOWEVER, That not more than \$200,000 of this sum shall be spent until the Department has presented to the Legislative Budget Committee a comprehensive review of compensatory time scheduling in the developmental disabilities institutions and the committee has approved a program of compensatory and cash overtime scheduling for the remainder of the biennium: PROVIDED FURTHER, That the Department may undertake a program of chartering transportation for students from Washington State schools for the blind and/or the deaf to and from points within this state over weekends and/or vacation periods.....\$ 74,526,793

General Fund Appropriation

For Veterans' Services Program:
 PROVIDED, That \$5,820,678 is from state funds and \$612,177 is from local and other funds: PROVIDED, That the department of social and health services shall perform an in-depth study regarding the need

for the Veterans' Home at Retsil, and the Soldiers' Home and Colony at Orting, and possible alternative approaches to provision of this service including, but not limited to, combining of the programs or closure of one or both homes, and the results shall be reported to the legislature prior to June 1, 1974: PROVIDED FURTHER,

That \$1,099 in state funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund the costs resulting from increased postage rates

\$ 6,432,855

General Fund Appropriation

For Income Maintenance Program:

PROVIDED, That \$182,236,158 is from state funds and \$164,460,934 is from federal funds: PROVIDED FURTHER, That \$1,598,037 in federal funds and \$1,573,711 in state funds or so much thereof as shall be necessary shall be used to fund simplification of standards for AFDC and GA-U recipients according to the following schedule:

<u>No. of Persons</u>	<u>Area I (King, Snohomish, Pierce, Thurston)</u>	<u>Area II (Rest of State)</u>
<u>1</u>	<u>\$163</u>	<u>\$154</u>
<u>2</u>	<u>\$236</u>	<u>\$213</u>
<u>3</u>	<u>\$286</u>	<u>\$266</u>

For those families with more than three persons, the standard shall be increased by \$50 for each additional person: PROVIDED FURTHER, That any household whose grant will be reduced as a result of simplification will receive an amount equal to the reduction from the State General Assistance program, and such amount, subject to the approval of

Federal authorities, shall not be treated as income for the purposes of computing eligibility or payment levels with Federal assistance categories and to carry out this proviso \$1,000,000 in State funds shall be available: PROVIDED FURTHER, That \$1,944,737 in state funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund the costs to this program resulting from the impact of P.L. 93-233; PROVIDED FURTHER, That \$16,042 in federal funds and \$18,831 in state funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund the costs resulting from increased postage rates: PROVIDED FURTHER, That the Legislative Budget Committee is hereby directed to do a performance audit of the several funding and program shifts proposed by the department in this program in order to ascertain both the completeness of the departmentally proposed program reductions and additions as well as the validity of requesting expansion of the inter-program funding flexibility as set by the 1973 legislature, and to report its findings to the legislature by November 1, 1974: AND PROVIDED FURTHER, That a person referred to and accepted by the Division of Vocational Rehabilitation for rehabilitation under an approved plan, which plan includes maintenance payments, shall not be eligible to receive general assistance: PROVIDED, That \$3,817,082 in state moneys contained in this appropriation or so much thereof as shall be necessary, shall be employed exclusively for the purpose of providing a state supplement up to the aid to families with dependent children public assistance standards for recipients of unemployment compensation benefits who,

except for the restriction on eligibility for those receiving unemployment compensation benefits, meet aid to families with dependent children eligibility standards: PROVIDED, That those recipients concurrently receiving unemployment compensation benefits shall not be eligible for additional state funded medical services beyond those services now available to such recipients: PROVIDED, That the amount paid from this appropriation to or on behalf of a recipient in a nursing home or a hospital for clothing and necessary incidentals shall not exceed fifty percent of the amount which would be paid to such a recipient if he were living in his own home: PROVIDED, That \$3,611,163 contained in this appropriation of which \$1,692,552 is from state funds or so much thereof as shall be necessary shall be utilized exclusively for the purpose of providing a five percent cost of living increase for recipients of aid to families with dependent children and general assistance from July 1, 1973 through June 30, 1975: PROVIDED, That the department shall report to the legislature the total amount of all moneys deposited in the state treasury in nonrevenue accounts and the total of all moneys received for nonassistance support collections accounts and that in no event shall the department utilize these moneys to establish new programs, to expand existing programs beyond legislatively authorized intent nor to supplant federal funds without specific legislative authorization: PROVIDED, That \$1,731,330 contained in this appropriation of which \$840,620 is from state funds shall be utilized exclusively for the purpose of providing a five percent cost of living increase for old age assistance, aid to blind and disability assistance categorical recipients from July 1, 1973 through June

30, 1975: PROVIDED, That \$1,215,043 contained in this appropriation shall be utilized exclusively for the purpose of providing one hundred additional man-years and related costs within the employment level provided for in section 23 of this 1974 amendatory act consisting solely of welfare eligibility examiners of claims investigators and supervisors to be utilized in the local offices verification and overpayment control sections and such man-year allocations shall be so distributed as to provide the greatest impact upon insuring that income maintenance payments are made only to eligible recipients: PROVIDED, That within the employment level provided in section 23 of this 1974 amendatory act, not to exceed \$1,049,647 contained in this appropriation shall be utilized exclusively for the purpose of providing a total of seventy-six FTE staff years and related costs for the "state investigative unit" whose responsibility shall be to investigate all complaints of fraud and to institute the proper corrective action\$ 346,697,092

General Fund Appropriation

For Community Social Services
Program: PROVIDED, That \$38,262,691 is from state funds, \$67,280,560 is from federal funds, and \$391,178 is from local or other funds: PROVIDED FURTHER, That \$1,039,132 in federal funds or so much thereof as shall be necessary shall be used for Public Assistance caseload related costs: PROVIDED FURTHER, That \$4,067,000 or so much thereof as shall be necessary contained in this appropriation shall be used for day care services for former and potential AFDC recipients: PROVIDED FURTHER, That \$52,458 in federal funds and \$33,128 in state funds contained in this appropriation or so much thereof as

shall be necessary shall be used to fund the costs resulting from increased postage rates: PROVIDED FURTHER, That \$343,000 from state funds and \$79,000 from federal funds shall be used to increase family foster care rates by 9%: PROVIDED FURTHER, That \$36,000 from state funds and \$4,000 from federal funds shall be used to purchase liability insurance for foster parents: PROVIDED FURTHER, That \$36,000 in state funds and \$5,000 in federal funds shall be used to increase receiving home care rates by 9%: PROVIDED FURTHER, That the Department's Community Services Division shall refer AFDC and General Assistance Disabled recipients to the Vocational Rehabilitation Services Division in accordance with the criteria developed jointly between the Community Services Division and the Vocational Rehabilitation Division a copy of which will be submitted to the House and Senate Ways and Means Committees: PROVIDED FURTHER, That Vocational Rehabilitation shall provide for diagnostic services for those recipients referred including remedial services, tutorial, GED, motivational, job skill training, job search and placement, and follow-up services and available maintenance support, then those AFDC and GA recipients referred to vocational rehabilitation and subsequently determined to be ineligible for all Vocational Rehabilitation services they shall be referred by Vocational Rehabilitation and/or Community Services Division to such organizations or vendors providing the above services utilizing Social Services funds not to exceed \$2,400,000 and additional

Vocational Rehabilitation funds provided in this 1974 amendatory act; PROVIDED FURTHER, That the Division of Vocational Rehabilitation shall be responsible and shall contract with organizations or vendors for remedial services including job placement, by competitive bid and by performance contract, with a financial penalty to contractors for failure to perform, and qualified bidders shall be able to provide such services on a state-wide basis; PROVIDED FURTHER, That starting with the first quarter of fiscal year 1975 the department shall prepare written quarterly reports and shall submit such reports to the Senate and House Ways and Means committees, which reports shall include, but not be limited to, the cost benefits to the state resulting from the concentrated effort by the department for those recipients receiving remedial services; PROVIDED FURTHER, That the Legislative Budget Committee is hereby directed to implement a performance audit of the several funding and program shifts proposed by the department in these program areas in order to ascertain both the completeness of the departmentally proposed program reductions and additions as well as the validity of requesting expansion of the inter-program funding flexibility as set by the 1973 legislature, and report its findings to the chairmen of the Senate and House Ways and Means Committees by November 1, 1974: PROVIDED, That \$2,000,000 of this appropriation shall be used to reimburse those nonprofit voluntary agencies enumerated under RCW 74.15.020 (3) (a), (b) and

(c) for costs incurred in the administration, operation and maintenance of such agencies, such costs being in addition to the purchase of care for such children as otherwise authorized by law: PROVIDED, FURTHER, That \$786,064 in state funds, or so much thereof as shall be necessary, shall be employed exclusively for the purpose of providing for sixty man-years and related costs to continue the delinquency prevention program: PROVIDED, FURTHER, That the department may implement at its discretion a sliding scale of charges in accordance with existing statutes and regulations: PROVIDED FURTHER, That \$396,505 in state funds and \$328,256 in federal funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund those salary related costs for 38 FTE Caseworker Staff-Years for the Protective Services Program.....\$ 105,934,429

General Fund Appropriation

For Medical Assistance Program:
 PROVIDED, That \$152,239,416 is from state funds and \$143,945,331 is from federal funds: PROVIDED FURTHER, That \$10,518,398 in federal funds and \$13,747,163 in state funds contained in this appropriation or so much thereof as shall be necessary shall be used for Public Assistance caseload related costs: PROVIDED FURTHER, That \$482,400 in state funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund the costs to this program resulting from the impact of P.L. 93-233: PROVIDED FURTHER, That \$7,385 in federal funds and \$8,000 in state funds contained in this appropriation or so much thereof as shall be necessary shall be used to

fund the costs resulting from increased postage rates: PROVIDED FURTHER, That the Legislative Budget Committee is hereby directed to implement a performance audit of the several funding and program shifts proposed by the department in this program in order to ascertain both the completeness of the departmentally proposed program reductions and additions as well as the validity of requesting expansion of the inter-program funding flexibility as set by the 1973 legislature, and to report its findings to the legislature prior to the next regular session: PROVIDED, That the Department of Social and Health Services shall, commencing August 1, 1973 pay for skilled nursing care not less than the rates of \$12.82 per day per patient for Class I care, and \$10.00 per day per patient for Class II care, and shall pay not less than the rate of \$7.54 per day per resident for Intermediate care: PROVIDED, That notwithstanding the provisions of RCW 18.51.090, the Department shall make a yearly inspection and investigation of all nursing homes: every inspection shall include an inspection of every part of the premises and an examination of all records including financial records, methods of administration, the general and special dietary, the dispersal of drugs, and the stores and methods of supply. The results of such inspection shall be made available to the House and Senate Ways and Means Committee and to the Legislative Budget Committee: PROVIDED FURTHER, That the Legislature having found that information received from the Department of Social and Health Services concerning utilization

review has been inadequate and that there is substantial question as to the continuing quality of health care rendered in the state, the Department shall provide to the House and Senate Ways and Means Committees a full and complete report including utilization review procedures, reports, and departmental actions taken as a result of such reports as well as similar efforts concerning quality control within the medical assistance program and such reports shall be provided initially by June 1, 1974 and submitted quarterly thereafter.....\$ 296,184,747

General Fund Appropriation

For Public Health Program: PROVIDED, That \$8,727,005 is from state funds, \$13,533,371 is from federal funds, and \$4,693,600 is from local and other funds: PROVIDED FURTHER, That \$8,725 in state funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund the costs resulting from increased postage rates\$ 26,953,976

General Fund Appropriation

For Vocational Rehabilitation Program: PROVIDED, That \$7,744,528 is from state funds and \$26,107,868 is from federal funds and \$563,975 is from local and other funds: PROVIDED, That a person referred to and accepted by the Division of Vocational Rehabilitation for rehabilitation under an approved plan, which plan includes maintenance payments, shall not be eligible to receive general assistance: PROVIDED, That an amount up to \$100,000 shall be allocated for the Radio Talking Book program for the blind: PROVIDED, That of this appropriation \$150,000 shall be made available exclusively for the purpose of development programs for eligible disabled clients who were in

vocational rehabilitation programs pursuant to performance contracts between the department and private placement agencies: PROVIDED FURTHER, That such services shall be made available in a state-wide program that teaches disabled persons (1) How to inventory their work skills and relate such skills to the labor market; (2) Where jobs fitting their work skills are most likely to be available; (3) How to conduct a systematic search for employment and how to present themselves most favorably to a prospective employer; and (4) How and where education and training are available to develop or improve marketable work skills:

PROVIDED, That of this appropriation \$1 million dollars or as much thereof as is necessary shall be made available for the purpose of providing specialized rehabilitation services to those severely handicapped persons including paraplegics and quadraplegics as defined in the Vocational Rehabilitation Program regulations who should receive intensive and early rehabilitation services to improve their opportunity to be restored, to the extent possible, to a productive capacity:

PROVIDED FURTHER, That the Vocational Rehabilitation, Community Social Services and Health Services Divisions of the Department of Social and Health Services shall review their caseload and develop program plans for this special program involving the severely handicapped and shall report to the House and Senate Ways and Means Committees the caseload findings

V — and program plans for approval of those
V — committees, prior to July 1, 1974:

PROVIDED FURTHER, That, to the extent possible such plans shall consider

programs for such severely disabled persons that are not determined as eligible for vocational rehabilitation program funding but can be assisted by such a program to achieve some degree of self-care from other available funding sources\$ 34,416,371

General Fund Appropriation

For Administration and Supporting Services Program: PROVIDED, That \$19,812,857 is from state funds and \$14,478,494 is from federal funds; PROVIDED FURTHER, That \$106,815 in federal and \$160,223 in state funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund those salary related costs for 19.8 FTE Support Enforcement Officer Staff years; PROVIDED FURTHER, That \$116,951 in federal funds and \$175,427 in state funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund 15.6 FTE staff years for Nursing Home Audit Staff; PROVIDED FURTHER, That \$95,115 in federal funds and \$83,226 in state funds contained in this appropriation or so much thereof as shall be necessary shall be used to fund the costs resulting from increased postage rates; PROVIDED FURTHER, That \$4,000 shall be used by the Department to compile and maintain public records, using information from any available source, on all persons in the state who have been affected with a burn injury affecting five percent or more of his body as a result of fabric ignition.....\$ 34,291,351

General fund Appropriation for medical services and supplies including adjustment of hospital costs not in excess of the unexpended balance of the 1971-73 appropriations or allotments for this purpose.

Medical Assistance.....	\$	5,100,000
Vocational Rehabilitation.....	\$	25,000
<u>General Fund Appropriation for grants</u>		
<u>to communities for mental health</u>		
<u>and mental retardation construction</u>		
<u>grants not in excess of the</u>		
<u>unexpended balance of the 1971-73</u>		
<u>appropriations or allotments for</u>		
<u>this purpose.</u>		
Mental Health.....	\$	1,115,996
Developmental Disabilities.....	\$	303,197

Sec. 26. Section 3, chapter 139, Laws of 1973 1st ex. sess. (uncodified) is amended to read as follows:

It is the intent of the Legislature that the department of social and health services shall not expend in excess of ((26,320 man-years)) 26,395 FTE staff-years during the 1973-75 biennium. The department shall allocate these ((man-years)) FTE staff-years among the various programs in such a manner as to effect the maximum efficiency and effectiveness possible(=: PROVIDED; That it)). It is the further intent of the Legislature that in making necessary adjustments in ((man-years)) FTE staff-years the Department of Social and Health Services shall retain those local office personnel officers and staff needed to maintain adequate position control and((;)) to process personnel actions ((and that)). Any reductions necessitated by legislative intent shall reduce state level personnel officers(=: PROVIDED; That this restriction shall not apply to staff positions funded by one hundred percent federal moneys in the Office of Disability Insurance throughout the 1973-75 biennium: PROVIDED; That this restriction shall not apply to those staff positions directly concerned with the enumeration and conversion of the current old age assistance, aid to blind and disability assistance programs to Supplemental Security Income as these functions are performed through federal contract and funded one hundred percent from federal moneys for the period up to January 1, 1974: PROVIDED FURTHER; That any deviations)). Any exceptions from the overall ((man-year)) FTE staff-year limitations ((because of these three exceptions)) imposed

V by this section shall be ((promptly reported to)) approved by either the House and Senate Ways and Means Committees ((chairmen if the Legislature is in session or to)) or the Legislative Budget Committee(=: PROVIDED; That)). It is the intent of the Legislature that compliance with overall intent expressed through this 1974 amendatory act and chapter 139, Laws of 1973 1st ex. sess. shall result in the least disruption of currently filled positions and that every effort shall be made by the Department, within the rules and

regulations of the Personnel Board, to comply with the intended man-year adjustments through failing to fill vacancies caused by attrition and other similar means including reclassifications of existing positions as necessary.

Sec. 27. Section 8, chapter 139, Laws of 1973 1st ex. sess. (uncodified) is amended to read as follows:

In order to carry out the provisions of these appropriations and the state budget, the director of the office of program planning and fiscal management with the approval of the governor, may:

(1) Allot all ~~((of))~~ or any portion of the funds herein appropriated or included in this budget, to the department for such periods as he shall determine and may place any funds not so allotted in reserve available for subsequent allotment. ~~((a) When necessary to limit total state expenditures to available revenues as required by REW 43,88,140(2); (b) When the department proposes the expenditure of a resource not disclosed in the budget request submitted to the Governor and Legislature: PROVIDED, HOWEVER, That))~~ The aggregate of allotments for the department shall not exceed the total of applicable appropriations ((and)) and local funds available to the department or allied agency and unanticipated receipts approved for expenditure pursuant to law. It shall be unlawful for any officer or employee to incur obligations in excess of approved allotments or to incur a deficiency and any obligation so made shall be deemed invalid. Nothing in this section or in chapter 328, Laws of 1959, shall prevent revision of any allotment when necessary to prevent the making of expenditures under appropriations in this act in excess of available revenues.

(2) Issue rules and regulations to establish uniform standards and business practices throughout the state service, including regulation of travel by officers and employees and the conditions under which per diem shall be paid, so as to improve efficiency and conserve funds.

(3) Prescribe procedures and forms to carry out the above.

(4) Allot funds from appropriations in this act in advance of July 1, 1973; for the sole purpose of authorizing the department and its allied agencies to order goods, supplies, or services for delivery after July 1, 1973: PROVIDED, That no expenditures may be made from the appropriations contained in this act, except as otherwise provided, until after July 1, 1973.

Sec. 28. Section 9, chapter 139, Laws of 1973 1st ex. sess. (uncodified) is amended to read as follows:

~~((Whenever possible, the receipt of))~~ Federal or other funds which ((are)) were not anticipated by the governor's budget for the 1973-75 biennium or in the appropriations enacted by ((the)) all

sessions of the 43rd Legislature shall be used to support regular programs instead of using funds appropriated from state taxes or similar revenue sources pursuant to policies and procedures in section 67, chapter 142, Laws of 1974 1st ex. sess.

Sec. 29. Section 10, chapter 139, Laws of 1973 1st ex. sess. (uncodified) is amended to read as follows:

In the event that receipts from any source shall be less than those estimated ((in the budget from any source)) expenditures shall be limited to the amount received and allotments made as provided in section 8, chapter 139, Laws of 1973 1st ex. sess. Receipts for purposes of this section shall include amounts realized within one calendar month following the close of a fiscal period and applicable to expenditures of that period. The amount of such payment shall be credited to and shall be treated for all purposes as having been collected during the fiscal period.

NEW SECTION. Sec. 30. FOR THE OFFICE OF GOVERNOR

General Fund Appropriation

Community Assistance	\$	163,824
State Headstart Program	\$	29,608
Program coordination: PROVIDED,		
That \$82,410 of this appropriation		
shall be from federal funds	\$	99,688

NEW SECTION. Sec. 31. SPECIAL APPROPRIATIONS TO THE GOVERNOR

General Fund Appropriation

For allocation to state agencies to provide an additional monthly contribution of \$15 per employee effective June 1, 1974 to employee insurance programs approved pursuant to chapter 41.05 RCW: PROVIDED, That \$1,004,947 shall be from federal revenue sources.....\$ 6,858,027

Special Fund - Insurance Benefits Increase Revolving Fund Appropriation

There is hereby created in the state treasury the Special Fund Insurance Benefits Increase Revolving Fund which shall be used solely to facilitate payment of state employee insurance benefit increases from special funds, and the State Treasurer is hereby directed to transfer sufficient revenue from each special fund to the Special Fund Insurance Benefits Increase Revolving Fund, in accordance with schedules provided by the Office of Program Planning and

Fiscal Management, as required, effective June 1, 1974 for additional monthly contribution of \$15 per employee to employee insurance programs to be allotted to those agencies for employees who are participating in insurance programs approved pursuant to chapter 41.05 RCW.....\$ 2,141,973

Sec. 32. Section 34, chapter 142, Laws of 1974 1st ex. sess. (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION

General Fund Appropriation for General

Apportionment: PROVIDED, That the weighting schedule to be used in computing the apportionment of funds for each district for 1973-75 shall be based on the following factors: Each full time equivalent student enrolled -1.0; each full time equivalent student enrolled in vocational education in grades 9-12 when excess costs are documented for the class and where the class is approved by the state superintendent, an added -1.0; all identified culturally disadvantaged children receiving an approved program, an added -.1; the factor established by the Superintendent of Public Instruction for use in the 1973-75 biennium designed to reimburse each district for costs resulting from staff education and experience greater than the minimum in the average salary schedule in use by Washington school districts adjusted to reflect legislative appropriation levels shall be used; for school districts enrolling fewer than 250 students in grades 9-12, for nonhigh districts judged remote and necessary by the State Board of Education and which enroll fewer than 100 students, and for small school plants which are judged remote and necessary within school districts by the state board of education shall be in accordance with the weighting factors used during the 1972-73

school year: PROVIDED, That all school districts judged remote and necessary for school apportionment purposes during the 1972-73 school year shall be considered remote and necessary for school apportionment purposes throughout the 1973-75 biennium unless their enrollment exceeds 250 students in grades 9-12 or for nonhigh districts unless their enrollment exceeds 100 students: PROVIDED, That a school district formed after July 1, 1971 and which formerly consisted of one or more school districts qualifying during the preceding school year for additional weighting under the "remote and necessary" provision or "fewer than 250 students in grades 9-12" provision shall receive for a period of four years following consolidation such additional weighting as accrued to the qualifying district or districts for the school year preceding consolidation; full time equivalent students residing on tax exempt property (chapter 130, Laws of 1969), an added -.25; full time equivalent students in an approved interdistrict cooperative program (chapter 130, Laws of 1969), an added -.25: PROVIDED, That \$1,148,325 is included for allocation to local school districts outside the school apportionment formula during the 1973-74 school year for the purpose of funding the difference between funds received to date and hereafter through the school apportionment formula for continuation of the \$40 per month salary increase provided for classified employees February 1, 1973 and the amount necessary for such continuation: PROVIDED, That an amount not to exceed \$345,020 is included for the five vocational-technical institutes: PROVIDED, That no portion of these funds shall be allocated to a school district which expends or anticipates expending moneys in excess of their

certified budget or budget extensions thereto as filed with the office of the Superintendent of Public Instruction and the Board of Education: ((PROVIDED; That it is the intent of the Legislature that \$44,400,000 of the funds contained in this appropriation shall be used to reduce maintenance and operations excess levies to the extent an individual school district's revenue for 1974-75 exceeds the school district's revenue for 1973-74 exclusive of the two mill payment delayed from June to July: PROVIDED; That the Superintendent of Public Instruction shall withhold from the amounts otherwise to be distributed through the apportionment formula to the districts any funds in excess of such 1973-74 revenues unless such districts demonstrate that excess maintenance and operations levies have been reduced to a comparable level with 1973-74 school district revenues: PROVIDED; That no district shall be required to reduce excess maintenance and operation levies if such districts revenue per pupil for basic support is below the state-wide average of the 1973-74 school year for comparable districts:)) PROVIDED, That the receipt of federal funds which can be distributed through the apportionment formula and which provide funding in excess of 1973-74 categorical funding levels shall require the reversion of an equal amount of state funds at the end of the biennium: PROVIDED, That \$3,900,776 of this appropriation shall be allocated to local districts for additional reimbursement of incurred 1974-75 transportation costs: PROVIDED, That up to \$100,000 of this appropriation shall be utilized by the Superintendent of Public Instruction to further implement the provisions of chapter 91, Laws of 1974

1st ex. sess. and to promote the safe transportation of common school students: PROVIDED FURTHER, That the Superintendent of Public Instruction shall consult with the House and Senate Ways and Means Committees prior to taking any action in compliance with ((these)) the following provisos and the determination of such committees shall be interpreted as a directive to the Superintendent of Public Instruction: PROVIDED, That \$646,819 is included for allocation to local school districts outside the school apportionment formula during the 1974-75 school year for the purpose of funding the difference between funds to be received through the school apportionment formula for continuation of the \$40 per month salary increase provided for classified employees February 1, 1973 and the amount necessary for such continuation: PROVIDED, That the Superintendent of Public Instruction shall conduct internal audits of all districts whose staff characteristics factor for 1974-75 has increased from fiscal 1973-74: PROVIDED, That the county treasurers shall withhold that percentage of May 1974 real estate excise tax receipts until July 1974 for distribution as directed by the Department of Revenue: PROVIDED, That the Department of Revenue shall establish such percentage to insure that not more than \$29,600,000 of county real estate excise taxes are distributed between July 1, 1973 and June 30, 1974: PROVIDED, That the Superintendent of Public Instruction is directed to adjust the per weighted pupil guarantee for the 1974-75 school year period to the extent additional revenue in excess of \$30,800,000 from the real estate excise tax becomes available: PROVIDED,

That, \$800,000 or so much thereof as may be necessary to maintain the \$89,547,000 contained in this appropriation for the state collected property tax, shall be distributed to local school districts in the same manner as the distribution of the state collected property tax, contingent on the passage of chapter Laws of 1974 1st ex. sess.

(SSB 3283) ((\$445,775,342)) \$120,833,472

NEW SECTION. Sec. 33. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION

General Fund Appropriation: PROVIDED, That this appropriation shall be distributed by the Superintendent of Public Instruction on the basis of \$30 per FTE pupil, or as much as may be available for each FTE enrolled pupil in each district levying an excess levy for maintenance and operation purposes for 1975 collection, or in which the maximum number of elections pursuant to law have been conducted for maintenance and operation excess levies for 1975 collection; or in each district in which the per pupil cost in such district, excluding transportation is less than the state average for the preceeding year.....\$ 25,000,000

NEW SECTION. Sec. 34. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION

General Fund Appropriation: PROVIDED, That an amount not to exceed \$114,000 shall be utilized for Gifted Student pilot programs\$ 114,000

NEW SECTION. Sec. 35. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION

General Fund Appropriation For Handicapped Children--Excess Costs: PROVIDED, That these funds shall be utilized exclusively for an additional 1,000 handicapped children with learning language disabilities: PROVIDED FURTHER, That the Superintendent of Public Instruction shall conduct internal audits of learning disabilities programs in school districts to determine

the effectiveness of the learning disabilities definition and shall report back to the Ways and Means Committees of the legislature prior to January 1, 1975\$ 500,000

NEW SECTION. Sec. 36. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION General Fund Appropriation: PROVIDED, That an amount not to exceed \$250,000 shall be utilized to conduct a study of local school district data processing: PROVIDED, That recommendations resulting from this study shall be presented to the Governor and the Legislature on or before December 20, 1974: PROVIDED FURTHER, That this study shall be conducted in cooperation with representatives of local school districts, the State Data Processing Authority, the Office of Program Planning and Fiscal Management, and the House and Senate Ways and Means Committees\$ 250,000

NEW SECTION. Sec. 37. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION General Fund Appropriation: PROVIDED, That this appropriation shall be used to conduct a review of noninstructional education costs by a task force selected from the state business community\$ 35,000

NEW SECTION. Sec. 38. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION General Fund Appropriation For continuation of the classified salary study\$ 34,000

NEW SECTION. Sec. 39. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION General Fund Appropriation: PROVIDED, That an amount not to exceed \$225,000 shall be utilized for the development of basic skills accountability pilot programs in

grades kindergarten through six:
PROVIDED, That such a system shall
include a survey of student
achievement in reading, communications
skills, and mathematics: PROVIDED
FURTHER, That beginning July 1, 1975,
the Office of the Superintendent of
Public Instruction shall include in
its biennial budget request such
additional funds as it deems necessary
to expand the kindergarten through
sixth grade basic skills accountability
program to all school districts in the
State of Washington\$ 225,000

NEW SECTION. Sec. 40. FOR THE
SUPERINTENDENT OF PUBLIC INSTRUCTION
General Fund Appropriation

To replace actual losses to affected
school districts attendant to a
final determination of Case 4263
Ralph C. Valentine et. al. vs.
Kenneth B. Johnston, et. al.\$ 750,298

NEW SECTION. Sec. 41. FOR THE STATE
BOARD OF EDUCATION

Common School Construction Account Fund\$ 21,500,000

NEW SECTION. Sec. 42. FOR THE COUNCIL
ON HIGHER EDUCATION

General Fund Appropriation: PROVIDED,
That the council on higher
education shall transmit copies
of such budget review reports as
are addressed in RCW 28B.80.030 to
the house and senate ways and means
committees and to the legislative
budget committee no later than
twenty days prior to the date on
which the governor submits the
budget document to the legislature:
PROVIDED FURTHER, That the institutions
of higher education and the state
board for community college education
shall furnish, at the council's
direction, all information which the
council deems necessary to execute the

provisions of RCW 28B.80.030\$ 123,700

NEW SECTION. Sec. 43. FOR THE STATE

BOARD FOR COMMUNITY COLLEGE EDUCATION

General Fund Appropriation: PROVIDED,

That none of these funds shall be used for faculty salary increases or related benefits: PROVIDED

FURTHER, That the State Board for Community College Education shall submit a written report to the Office of Program Planning and

Fiscal Management and the House and Senate Ways and Means Committees documenting the procedures adopted to apply the intent of this proviso to all formula generated funds:

PROVIDED, That recommendations to the 44th Legislature, Regular Session, shall be made for appropriate adjustments to the Community College funding formulas on the basis of institutional size and such other factors for which valid cost

information exists: PROVIDED FURTHER, That such recommendations shall be made by the Office of Program Planning and Fiscal Management after consultation with and the receipt of recommendations of the staff of the Council on Higher Education and of the State Board and the staffs of the House and Senate Ways and Means Committees by January 15, 1975:

PROVIDED, That \$100,000 of this appropriation or so much thereof as shall be necessary shall be used to support the intent of the commitment of the State Board for Community College Education Resolution No. 73-69 and these funds shall be used for the first year of a three-year demonstration project designed to provide community college services on a decentralized basis and without major capital

facilities as a viable alternative delivery system and the community college Board is hereby required to compile data for (1) analysis of the demonstration as an effective means of delivery of educational services, and (2) identification of the cost factors and the accommodations necessary to relate the funding of this style of operation with that of the traditional approaches to delivery of services and a report of progress in implementing this proviso including specific information on the demonstration supported with these and related funds shall be submitted to the Legislative Budget Committee, the Council on Higher Education, and the Governor prior to the regular session of the legislature in January, 1975\$ 3,127,502

Community College Capital Projects Account

Appropriation: PROVIDED, That funds are made available from releases of current reserve requirements, as retained in the Community College Bond Retirement Fund, contingent upon refinancing of revenue tuition bonds to full faith in credit bonds under HJR 52: PROVIDED, That such funds released shall only be used for the purchase and maintenance of capital assets, including equipment, and for such other purchases as set forth in RCW 28B.50.360: PROVIDED FURTHER, That none of these funds will be used for salary increases or additional PTE positions: PROVIDED, FURTHER, That the State Board for Community College Education shall submit a written report to the Office of Program Planning and Fiscal Management and the House and Senate Ways and Means Committees documenting the procedures

adopted to apply the intent of this proviso to all formula generated funds\$ 4,900,000

Community College Capital Improvements Account

Appropriation: PROVIDED, That such funds shall be used for an inflationary adjustment to 1973 approved projects: PROVIDED FURTHER, That no expenditure of these funds shall be made until each project has been reviewed by the Office of Program Planning and Fiscal Management\$ 2,146,591

NEW SECTION. Sec. 44. FOR THE STATE BOARD FOR COMMUNITY COLLEGE EDUCATION

General Fund Appropriation: PROVIDED, That this appropriation shall be used for the independent development of an equipment inventory system to be used by all community colleges and to obtain an independent audit of the current inventory reported under the common system to be accomplished December 1, 1974: PROVIDED, That the common equipment inventory system shall include, but not be limited to, identification of equipment items, date of acquisition, estimated useful life, original cost, location, and programs which utilize the equipment\$ 40,000

NEW SECTION. Sec. 45. FOR THE STATE BOARD FOR COMMUNITY COLLEGE EDUCATION

General Fund Appropriation: PROVIDED, That these funds will be released to the State Board for Community College Education after the Office of Program Planning and Fiscal Management has received a written commitment from the State Board for Community College Education that by September 1, 1976 all community colleges will be using a single administrative information system which employs a data base approach and that all processing of the administrative system will be accomplished on computer systems approved by the Data Processing

Authority.....\$ 268,000

NEW SECTION. Sec. 46. FOR THE WASHINGTON STATE HISTORICAL SOCIETY

General Fund Appropriation\$ 35,600

Sec. 47. Section 41, chapter 142, Laws of 1974 1st ex. sess. (uncodified) is amended to read as follows:

FOR THE STATE LIBRARY

General Fund Appropriation: PROVIDED, That

(((\$1,336,000 of this amount should be allotted to local library districts to replace local property tax revenues and maintain present levels of library services: PROVIDED, That \$1,669,353 of this amount shall be from Federal funds under which \$1,400,620 is available for library service and \$260,733 is available for capital construction purposes: PROVIDED HOWEVER, That no Federal funds shall be expended unless authorized by the Senate and House Ways and Means Committees of the legislature: PROVIDED FURTHER, That \$863,000 of the State General Funds appropriated to the state library for the 1973-75 biennium shall be held in unallotted status and against which no expenditures or commitments shall be made pending the determination by the Office of Program Planning and Fiscal Management and the House and Senate Ways and Means Committees as to whether or not Federal funds can be authorized in lieu of the \$863,000 appropriation of state funds: PROVIDED FURTHER, That if the Federal funds are available, the \$863,000 in state funds shall revert to the state treasury\$ 3,005,353))

\$1,128,081 of this amount be in state funds and that \$317,124 of this amount shall be allotted to the on-going operation of the resource directory and \$810,957 shall be allotted to the further development of said resource directory: PROVIDED FURTHER, That the executive director,

data processing authority shall approve all work orders and deliverables under such work orders in the further development of the resource directory: PROVIDED FURTHER, That the office of program planning and fiscal management shall determine an appropriate method of fair and equitable reimbursement by local library district participants for service provided through said resource directory, and make recommendations to the 44th Legislature, Regular Session: PROVIDED FURTHER, That \$1,997,822 of this amount be in federal funds, of which \$260,733 is available for local capital construction grant purposes: PROVIDED FURTHER, That \$863,000 from the state appropriation from the 43rd Legislature, 1st extraordinary session, chapter 137, Laws of 1973 shall be returned to the state general fund and an appropriation contained herein of \$863,000 in federal funds shall be substituted in lieu of state funds in compliance with federal law\$ 3,125,903

NEW SECTION. Sec. 48. FOR THE DEPARTMENT OF GENERAL ADMINISTRATION
General Fund -Capitol Building Construction

Account Appropriation:

For a proposal to dredge and modify water flow into and from Capitol Lake\$ 50,000

<p>NEW SECTION. Sec. 49. FOR THE STATE BOARD OF PRISON TERMS AND PAROLES General Fund Appropriation: PROVIDED, That this appropriation shall be used to implement reorganization under chapter ..., Laws of 1974 1st ex. sess. (ESHB No. 647)\$ 211,297</p>
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NEW SECTION. Sec. 50. FOR THE DEPARTMENT OF REVENUE
General Fund Appropriation

For the purpose of uniform distribution of relief to local library districts for reductions resulting from SJR 1

and the 106% levy limitation for taxes due and payable in 1974 only: PROVIDED, That said distribution will be made on the basis of values utilized for taxing purposes by respective districts for the 1972 levy.....\$ 1,336,000

NEW SECTION. Sec. 51. FOR THE DEPARTMENT OF REVENUE General Fund Appropriation: PROVIDED, That the Department shall use the money appropriated herein only for the purpose of reimbursing the Pierce County Refund Fund for amounts not to exceed that required to be paid therefrom to the road districts, fire districts, rural library districts, and cities and towns of Pierce County by reason of the Washington State Supreme Court decision in Valentine v. Johnston, 83 Wash. 2d 390 (1974): PROVIDED FURTHER, That notwithstanding RCW 84.68.040, it is the intent of the legislature that no levy shall be made to recover any amount for which the fund has been reimbursed under this appropriation.....\$ 674,033

NEW SECTION. Sec. 52. FOR THE STATE TREASURER--TRANSFERS General Fund Appropriation For transfer to the General Fund--Public Facilities Construction Loan and Grant Revolving Account on or before June 30, 1975 as required to meet obligations of the Economic Assistance Authority\$ 662,932

NEW SECTION. Sec. 53. FOR THE WASHINGTON STATE LEGISLATURE General Fund Appropriation: PROVIDED, That an amount not to exceed \$75,000 shall be utilized by the Ways and Means Committees of the House and Senate to design a fiscal information and budget review system that will include providing the Ways and Means Committees of the House and Senate with sufficient analytical data on integrated and multiple organizations and programs so that responsive and more effective policy decisions can

be made regarding the allocation and reallocation of limited program resources and the design shall be responsive to legislative intent to have a system that will clearly provide accountability at various program and organizational levels\$ 75,000

NEW SECTION. Sec. 54. FOR THE DEPARTMENT OF ECOLOGY
General Fund Appropriation: PROVIDED,
That the department shall grant the moneys contained within this appropriation to activated air pollution control authorities:
PROVIDED FURTHER, That the moneys contained in this appropriation shall be exclusively from federal funds\$ 680,400

NEW SECTION. Sec. 55. FOR THE CENTRAL WASHINGTON STATE COLLEGE
General Fund Appropriation: PROVIDED,
That Central Washington State College explore the feasibility of the development and implementation of a management by objective program for the administration of public agencies\$ 150,000

Sec. 56. Section 7, chapter 131, Laws of 1973 1st ex. sess. (uncodified) as amended by section 49, chapter 142, Laws of 1974 1st ex. sess. (uncodified) is amended to read as follows:

FOR THE WESTERN WASHINGTON STATE COLLEGE
General Fund Appropriation: PROVIDED,
That none of the increased funds shall be expended to increase the faculty staffing level over the current funded level which reflects the revised annual average enrollment for 1973-74.....\$((24,648,545)) \$24,801,750
General Fund Appropriation: For salary and related fringe benefit increases in addition to any other increases authorized by chapter 137, Laws of 1973 1st ex. sess. for faculty and exempt personnel.....\$ 1,032,000

Sec. 57. Section 5, chapter 131, Laws of 1973 1st ex. sess. (uncodified) as amended by section 48, chapter 142, Laws of 1974 1st ex. sess. (uncodified) is amended to read as follows:

FOR THE CENTRAL WASHINGTON STATE COLLEGE

General Fund Appropriation: PROVIDED, That Central Washington State College may expend an amount not to exceed \$125,000 to explore the feasibility of the development and implementation of a management by objective program for the administration of public agencies: PROVIDED FURTHER, That none of the increased funds shall be expended to increase the faculty staffing level over the current funded level which reflects the revised annual average enrollment for 1973-74......\$((2476557934)) \$21,857,169

General Fund Appropriation: For salary and related fringe benefit increases in addition to any other increases authorized by chapter 137, Laws of 1973 1st ex. sess. for faculty and exempt personnel.....\$ 850,876

Sec. 58. Section 4, chapter 131, Laws of 1973 1st ex. sess. (uncodified) as amended by section 47, chapter 142, Laws of 1974 1st ex. sess. (uncodified) is amended to read as follows:

FOR THE EASTERN WASHINGTON STATE COLLEGE

General Fund Appropriation: PROVIDED, That none of the increased funds shall be expended to increase the faculty staffing level over the current funded level which reflects the revised annual average enrollment for 1973-74; PROVIDED, That up to \$146,000 of this appropriation shall be made available for establishment and support of a Master of Social Work graduate program during the 1973-75 biennium.....\$((2079927445)) \$20,999,511

General Fund Appropriation: For salary and related fringe benefit increases in addition to any other increases authorized by chapter 137, Laws of 1973 1st ex. sess. for faculty and exempt personnel.....\$ 684,383

NEW SECTION. Sec. 59. FOR THE DEPARTMENT OF EMERGENCY SERVICES

General Fund Appropriation

For distribution of federal funds received from Federal-State Disaster Assistance Agreement No. FDAA-414-DR for relief of flood and storm damages to public property as incurred in January 1974: PROVIDED, That this appropriation shall be entirely from federal funds\$ 4,000,000

NEW SECTION. Sec. 60. FOR THE UNIVERSITY OF WASHINGTON

General Fund Appropriation: To provide, to the School of Public Health and Community Medicine sufficient appropriations to implement a program of research and analysis of health care and health care programs in the State of Washington that will provide independent data to the legislative and administrative branches of state government necessary to the formulation of policies and the development of improved health care programs\$ 85,700

NEW SECTION. Sec. 61. FOR THE WASHINGTON STATE LEGISLATURE

General Fund Appropriation: PROVIDED, That this amount shall be used to fund a survey and those necessary activities, related to the survey, by a Select Committee of the House and Senate necessary to enable that Legislative Committee to make recommendations to the 44th Regular session of the Legislature concerning the feasibility of converting the the state-owned liquor operations to a privately-owned system, or to a system combining state and private ownership: PROVIDED FURTHER, That the analysis shall include evaluation of the economics and operating characteristics of the existing state-owned liquor operations and

analysis of the economics and operating characteristics of a state-owned wholesaling system combined with privately-owned package stores and, privately-owned wholesaling combined with privately-owned package stores: PROVIDED, That such analysis shall include, in considering the feasibility of converting the existing system to an alternative system, consideration of the revenue impact on the various units of government receiving revenues from the existing system\$ 63,250

NEW SECTION. Sec. 62. FOR THE EASTERN WASHINGTON STATE COLLEGE
 Eastern Washington State College Capital Projects Account: Appropriation for remodeling of Martin Hall\$ 35,000

NEW SECTION. Sec. 63. FOR THE EASTERN WASHINGTON STATE COLLEGE
 General Fund--State Higher Education Construction Account: Construct and equip a Fresh Water Research Laboratory\$ 260,000

NEW SECTION. Sec. 64. FOR THE WESTERN WASHINGTON STATE COLLEGE
 General Fund--State Higher Education Construction Account
 For finishing space in Environmental Sciences Building, remodeling space in Arts Building and for instructional equipment in technology and home economics department\$ 1,820,900

NEW SECTION. Sec. 65. FOR THE WASHINGTON STATE HISTORICAL SOCIETY
 General Fund Appropriation
 For the final matching appropriation of the state's share of one-half the cost of the new wing addition\$ 111,000

Sec. 66. Section 52, chapter 142, Laws of 1974 1st ex. sess. (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES
 General Fund Appropriation

For capital improvements required to certify schools for the retarded as skilled nursing homes\$ 650,000

((General Fund--State and Local

Improvement Revolving Account--Social and Health Services Facilities:

Appropriated pursuant to the provisions of chapter 1307 Laws of 1972 ex. sess., (Referendum 29), for social and health services facilities:

The Department of Social and Health Services is authorized to obligate for purposes of carrying out the provisions of chapter 1307

Laws of 1972 ex. sess., For Capital Improvements at the State Veterans' Home and the State Soldiers' Home required to meet state fire and safety

standards\$ 2,000,000)

NEW SECTION. Sec. 67. FOR THE DEPARTMENT

OF SOCIAL AND HEALTH SERVICES

	From the General Fund	From the CEP&RI Account
Capital improvements at the State Veterans' Home and the State Soldiers' Home	\$1,800,000	\$200,000

PROVIDED, That the CEP&RI Account shall reimburse the general fund in the amount of \$500,000 in the 1975-77 biennium: PROVIDED, FURTHER, That the department obtain and utilize all federal funds available for such purposes and any such federal funds will replace an equal amount of state general funds.

NEW SECTION. Sec. 68. FOR THE EVERGREEN STATE COLLEGE

Construct and equip Communications Arts Building
The Evergreen State College Capital

Projects Account\$ 1,032,000

General Fund--State Higher Education

Construction Account\$ 5,720,180

NEW SECTION. Sec. 69. The State Board for Community College Education shall reallocate, among the 1973 capital projects approved by the legislature, funds which become available when bids are awarded in amounts less than the State Board authorization for purposes of offsetting increased costs of original project designs.

NEW SECTION. Sec. 70. It is the intention of the legislature that after January 1, 1975 no warrant issued by the state in payment of salary and wages or reimbursement of expenses paid state officials or employees shall contain any statement, representation, contract, or commitment that requires the payee to consent thereto as a condition of endorsement or receiving payment of such warrant.

NEW SECTION. Sec. 71. All acts of the Legislative Budget Committee and of the House and Senate Committees on Ways and Means in approving proposed expenditures from unanticipated receipts under subsections (2) and (3) of section 67, chapter 142, Laws of 1974 1st ex. sess. (uncodified) and in approving exceptions to subsection (1) of section 67, chapter 142, Laws of 1974 1st ex. sess. (uncodified) are hereby approved and ratified.

NEW SECTION. Sec. 72. If federal funds become available for use in capital improvements at the schools for the retarded, such federal funds will be used in lieu of state funds appropriated for that purpose in chapter 142, Laws of 1974 1st ex. sess.

NEW SECTION. Sec. 73. It is the intent of the legislature that to the extent any district received funds through the state apportionment formula in excess of the amount anticipated when such district established its excess levies for the 1975 collection which relieves special levy burdens, the local district should place a first priority on reducing such special levies.

NEW SECTION. Sec. 74. All personal services contracts except those which the director of the Office of Program Planning and Fiscal Management may exempt after consultation with the Legislative Budget Committee shall be filed with the Office of Program Planning and Fiscal Management and the Legislative Budget Committee prior to obligating any portion of the appropriations approved in this 1974 amendatory act.

NEW SECTION. Sec. 75. In order to carry out the provisions of this 1974 amendatory act, the director of the Office of Program Planning and Fiscal Management with the approval of the governor, may:

(1) Allot all or any portion of the funds herein appropriated or included in this budget, to state executive agencies subject to allotment requirements for such periods as he shall determine and may place any funds not so allotted in reserve available for subsequent allotment. The aggregate of allotments shall not exceed the total of applicable appropriations, local funds available and unanticipated receipts approved for expenditure. It shall be unlawful for any officer or employee to incur obligations in excess of approval allotments or to incur a deficiency and any obligation so made shall be deemed invalid. Nothing in this section or in chapter 328, Laws of

1959, shall prevent revision of any allotment when necessary to prevent the making of expenditures under appropriations in this act in excess of available revenues.

(2) Issue rules and regulations to establish uniform standards and business practices throughout the state service, including regulation of travel by officers and employees and the conditions under which per diem shall be paid, so as to improve efficiency and conserve funds.

(3) Prescribe procedures and forms to carry out the above.

NEW SECTION. Sec. 76. If any provision of this 1974 amendatory 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. 77. This 1974 amendatory act is necessary for the immediate preservation of the public peace, health and safety, the support of the state government and its existing public institutions, and shall take effect immediately.

Passed the Senate April 23, 1974.

Passed the House April 20, 1974.

Approved by the Governor May 6, 1974, with the exception of certain sections and items which are vetoed.

Filed in Office of Secretary of State May 6, 1974.

Note: Governor's explanation of partial veto is as follows:

"I am returning herewith without my approval as to certain sections and items Engrossed Substitute Senate Bill No. 3253 entitled:

"AN ACT Relating to expenditures by state agencies and offices of the state; making appropriations for the fiscal biennium beginning July 1, 1973, and ending June 30, 1975; making other appropriations; designating effective dates for certain appropriations." Veto
Message

The specific sections and items which I have vetoed are as follows:

1. Superior Court Judges

On page 2, lines 11 through 17, I have vetoed the entire section 2.

This appropriation of \$35,333 was intended to fund the costs for two additional Superior Court judges authorized by Senate Bill No. 3181. The bill authorizing additional judges was not approved by the Legislature, and this appropriation is unnecessary.

2. Department of Commerce and Economic Development

On page 3, lines 12 through 17, I have vetoed the entire section 7. Section 7 proposes an appropriation of \$23,106 from the State Trade Fair Fund to the Department of Commerce and Economic Development for a Washington State Aviation Trade Fair. Through the enactment of Chapter 43.31 RCW, the Legislature determined that the State Trade Fair Fund should not be subject to appropriation. Expenditures from the fund are governed by the provisions of Chapter 43.31 RCW, and this appropriation is clearly contrary to the intent of that earlier legislative decision. If the Legislature desires to reverse an earlier decision on a non-appropriated fund, that change should be effected by amendment of the basic statute rather than through the appropriation bill. It should be

noted that the veto of this section will not prevent the Department of Commerce and Economic Development from expending funds for a Washington State Aviation Trade Fair under the present provisions of Chapter 43.31.

Veto
Message

3. Employment Relations Commission

On page 4, lines 11 through 30, I have vetoed the entire section 13.

This proposed appropriation of \$155,000 was intended to fund the Employment Relations Commission and its Advisory Committee to be authorized by Engrossed Substitute House Bill No. 1341. The bill authorizing the Commission was not approved by the Legislature, and this appropriation is unnecessary.

4. Department of Agriculture

On page 6, section 19, I have vetoed the item on lines 22 and 23 which requires the Department of Agriculture to contract with the Department of Game for the study of predator control funded in this section.

Although predators do affect both game and non-game wildlife species, this particular study is intended chiefly to control livestock predators. Because of this emphasis on the protection of livestock, the study should be conducted by the Department of Agriculture rather than through the Department of Game. The deletion of the referenced item will ensure that the study is conducted by the agency having major responsibility for livestock programs.

5. Department of Employment Security

On page 9, section 22, line 22, I have vetoed the item "WIN".

The proposed wording of this proviso would specifically require that federal WIN funds be used to contract with Neighbors in Need for training, job placement, and other employment services to make persons served by Neighbors in Need employable. The specification that only federal WIN funds be used for this purpose, however, is unduly restrictive. There is no assurance that WIN funds will be available, and there is a possibility that other federal funds might be available for use in this worthwhile program. The deletion of "WIN" in this section will enhance the possibility that federal funds might be obtained.

6. Department of Social and Health Services

On page 11, section 24, line 1, I have vetoed the item "by the director".

These words appear in a proviso which is intended to give counties, cities and other political subdivisions the authority to lease publicly-owned social and health care facilities to private organizations. In copying the proviso from an existing statute, these words were inadvertently included. If the words are not deleted, the intent of this proviso cannot be accomplished.

7. Department of Social and Health Services

On page 22, section 25, I have vetoed the proviso starting on line 27 and ending on page 23, line 6, which prohibits the Department from imposing ratable reductions in public assistance grants.

The proviso could impose on the Department a task that might not be possible to perform. It would require the Department to meet the necessary caseload financial costs from established appropriations without imposing ratable reductions or reducing grants. Should the legislature's estimate of caseloads prove to be mistaken and the caseload increases, the

Department would have no choice but to reduce grants through ratable reductions or otherwise lower maximum grants so as to avoid expending funds in excess of those appropriated. Veto Message

8. Board of Prison Terms and Paroles

On page 61, lines 22 through 28, I have vetoed the entire section 49.

This appropriation of \$211,297 was intended to fund the costs of reorganizing the Board of Prison Terms and Paroles under the provisions of Engrossed Substitute House Bill No. 647. This bill was not approved by the Legislature, and the appropriation is unnecessary.

9. Department of Revenue

On page 62, section 50, I have vetoed the proviso starting on line 3 and ending on line 6.

Under this proviso, the Department of Revenue would be required to use 1972 values instead of the 1973 values which would be contrary to legislative intent. The confusing language in this section was a result of an error in legislative drafting, and removal of this proviso is supported by the Department of Revenue to clarify the basis of distribution to library districts as contained in this section.

10. Department of Revenue

On page 62, I have vetoed the entire section 51.

This appropriation is intended to reimburse certain taxing districts in Pierce County for losses they might suffer under the recent Washington State Supreme Court decision in Valentine v. Johnston, 83 Wn. 2d 390 (1974). I am vetoing this section in its entirety for several reasons. First, the language used in the appropriation may be technically in error since it provides for a payment to the Pierce County Refund Fund for amounts paid to certain taxing districts. Payments from the Refund Fund are not made to the taxing districts but rather to the individual taxpayer. Second, the necessary mechanics already exist in the present property tax laws (RCW 84.68.030 and 84.68.040) for the county to reimburse itself for payments from the County Refund Fund. County officials also have several other alternative courses of action to make the necessary adjustments. Third, this appropriation discriminates against certain units of local government such as the county and port districts in that they are excluded from the proposed reimbursement. Fourth, this appropriation requires taxpayers all over the state to provide the necessary funds to resolve a problem unique to a single county. This is not equitable nor is it necessary given the fact that local officials have ample means to resolve the problem.

11. Department of Ecology

On page 63, I have vetoed the entire section 54.

This section appropriates \$680,400 from federal sources to the Department of Ecology and directs that this amount be granted by the Department to activated air pollution control authorities.

Presently the Environmental Protection Agency directs the manner and designates agencies which may receive federal funds available for air pollution control. The effect of the language in this section could bring the state in conflict with federal regulations and jeopardize the receipt of any of these federal funds. Federal funds are made available to the state for a statewide air pollution control program with available funds directed to be used by those agencies which the Environmental Protection Agency considers can contribute the most to statewide control. If the Environmental

Protection Agency were to require that a lesser amount than that contained in the appropriation should go to local authorities and a greater amount to the Department of Ecology, this appropriation could result in withholding of all federal air pollution control funds from the state. Further, should any local authority cease to function, which is a possibility, the Department of Ecology is required by state statute to carry out the air pollution control efforts in that area. Federal funds designated for that area should reasonably be available to the Department to carry out those responsibilities. This would not be possible under the terms of this section.

Veto
Message

12. Apportionment Formula Funds

On page 70 I have vetoed the entire section 73.

The section would require local school districts to place a high priority on reducing special levies to the extent that any districts receive state apportionment formula funds in excess of those anticipated when the districts established their excess levies for collection in 1975.

This section purports to direct that the twenty-five million dollars appropriated in section 33 of this bill be employed for relief of special levies. In fact, it does nothing of the kind, inasmuch as the referenced appropriation was not made through the apportionment formula. To say that this constitutes special levy relief is a cruel hoax to beleaguered taxpayers across the state.

It now appears that the twenty-five million dollars appropriated in section 33 may be channelled to fund salary increases for certificated personnel. I initially contemplated vetoing both sections 33 and 73 on the grounds that the purported special levy relief passed by the Legislature was purely fictitious. I have instead determined to veto only section 73 and allow the section 33 appropriation to be used for salary increases for certificated personnel. Any such increases will be taken into account when I next present a request to the Legislature to deal with the question of salary increases for state employees and employees in the higher education sector.

13. Legislative approval requirements.

For the reasons set forth below, I have determined to veto certain items appearing as follows:

1. Page 8, section 21, beginning on line 30 and ending on page 9, line 1;
2. Page 10, section 24, beginning on line 15 and ending on line 22;
3. Page 40, section 25, beginning on line 20 and ending on line 21;
4. Page 43, section 26, line 5.

Each of the referenced items provides for the review and approval by the Legislature or designated legislative committees of actions and/or expenditures authorized in their respective sections. This requirement violates the fundamentals of good government by interposing legislative interference in the administrative process. The Legislature will always have the prerogative to set, by legislation, basic policy and such guidelines as may be needed for its implementation. Having done so, however, administrative agencies must be entrusted to carry out its functions without having to seek legislative approval at every turn of the decision-making process.

With the exception of the sections and items described above, the remainder of Engrossed Substitute Senate Bill No. 3253 is approved."