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LEGISLATIVE RESEARCH COMMISSION

State Capitol 700 Capital Avenue Frankfort KY 40601

502-564-8100

Capitol Fax 502-564-2922

Annex Fax 502-564-6543

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MEMORANDUM

TO: Members, Interim Joint Committee on Appropriations and Revenue

FROM: Jenny Bannister, Budget Director
Office of Budget Review *JB*

SUBJECT: Interim Emergency Appropriation Increases for FY2021

DATE: June 2, 2021

Pursuant to KRS 48.630, the State Budget Director has reported the following emergency or non-routine interim appropriations actions for FY2021:

<u>Agency/Budget Unit</u>	<u>Number</u>	<u>Fund</u>	<u>Amount</u>	<u>Purpose</u>
<u>General Government, Finance, Personnel, and Public Retirement</u>				
1. Office of State Budget Director	16895	Federal	\$4,000,000	To establish spending authority from the CARES Act to pay invoices from KET, Parks, and the Fair Board.
2. Office of State Budget Director	16910	Federal	\$9,000,000	To increase spending authority from the CARES Act to reimburse the Kentucky Employees Health Plan for member COVID-19 hospitalization expenses and to pay COVID-19 related worker's compensation

claims, from November 2020.

3.	Office of State Budget Director	17009	Federal	\$40,000,000	To establish spending authority from the CARES Act to reimburse public postsecondary education institutions for COVID-19 related expenses.
4.	Office of State Budget Director	25388	Federal	\$11,900,000	To increase spending authority from the CARES Act to reimburse the Kentucky Employees Health Plan for member COVID-19 hospitalization expenses and to pay COVID-19 related worker's compensation claims, from May, 2021.
5.	Governor's Office of Agricultural Policy	16898	Federal	\$2,000,000	Pandemic relief funds for assistance to meat processing facilities.
6.	Department of Agriculture	16890	Federal	\$4,135,900	Pandemic relief funds for food and farm assistance programs.
7.	Office of Homeland Security	17072	Federal	\$1,016,400	To increase spending as part of the Next Generation 911 grant awarded to the Kentucky 911 Services Board.
8.	Office of Homeland Security	17073	Restricted	\$486,500	To increase Restricted Funds to meet the state's 40 percent match to the Next Generation 911 federal grant.
9.	Department of Military Affairs	16943	Federal	\$20,000,000	Increase in funding to cover COVID-19 related costs for testing, PPE, state active duty and emergency management.

10.	Department of Military Affairs	17154	General	\$450,000	Increase requested to fulfill the state match toward FEMA Disaster Grants.
11.	Department of Veterans Affairs	16915	Federal	\$374,000	Increase in funding is part of the Skilled Nursing Facility Funds as part of the CARES Act.
12.	Department of Revenue	16891	Federal	\$233,700	To support the Office of Sales and Excise Taxes' efforts to address highway use tax evasion.
13.	Finance and Administration Cabinet – General Administration	17010	Federal	\$25,000	To permit use of federal CARES Act Coronavirus Relief Funds for reimbursement of miscellaneous COVID-19 related expenditures within the Secretary's Office.
14.	Finance and Administration Cabinet – General Administration	17018	Federal	\$100,000,000	To permit use of federal CRRSAA funds for implementation of the Emergency Rental Assistance Program administered in partnership with the Kentucky Housing Corporation.
15.	Finance and Administration Cabinet – General Administration	17021	Federal	\$366,800	To permit use of federal Coronavirus Relief Funds for litigation expenses relating to the Governor's COVID-19 public health mandates and spread of COVID-19.
16.	Facilities and Support Services	16972	Federal	\$445,900	To permit use of federal CARES Act Coronavirus Relief Funds for temporary manpower costs related to temperature checks at state office buildings.

17.	Facilities and Support Services	17014	Federal	\$88,100	To permit use of federal CARES Act Coronavirus Relief Funds for temporary manpower costs related to temperature checks at state office buildings.
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Justice and Judiciary

18.	Department of Juvenile Justice	16913	Federal	\$8,773,600	Federal funds increase for the Coronavirus Aid, Relief, and Economic Security (CARES) Act, Coronavirus Relief Fund to be used for reimbursement of eligible expenditures incurred within the Program Operations division.
19.	Department of Corrections	16922	Federal	\$29,400,000	Federal funds increase for the CARES Act to be used for reimbursement of eligible personnel and operating expenditures incurred within adult correctional institutions.
20.	Department of Public Advocacy	16902	Federal	\$842,200	Federal funds increase for the U.S. Department of Justice (USDOJ) Coronavirus Emergency Supplemental Program (\$158,200), Social Security Grant (\$400,000), and USDOJ Post Conviction DNA Evidence Grant for the Kentucky Innocence Project (\$284,000). Funds will be utilized for personnel and operating expenditures within Defense Services, Protection and Advocacy, and the Office of Public Advocate and Education.

21.	Kentucky State Police	16650	Federal	\$33,726,800	Federal funds increase, from 6/2021, for the CARES Act, Coronavirus Relief Fund to be used for reimbursement of eligible personnel and operating expenditures across all Offices (Administrative, Operations, and Technical).
22.	Kentucky State Police	16924	Federal	\$33,051,400	Federal funds increase, from 12/2020, for the CARES Act, Coronavirus Relief Fund to be used for reimbursement of eligible personnel and operating expenditures from the Office of Administrative Services and Office of Operations.

Education

23.	Learning and Results Services	17001	General	(\$24,444,500)	Funds transfer to CHFS to support FRYSCs in accordance with the Budget Bill.
24.	Learning and Results Services	17058	Federal	\$60,000,000	Grant award to assist local school districts in prevention and preparation of COVID-19 outbreaks.
25.	Operations and Support Services	17144	Federal	\$35,000,000	Funding to operate the Summer Food Service Program during the 2020-2021 school year.
26.	Support Education Excellence in Kentucky	16905	Federal	\$130,000,000	Grant award from the Coronavirus Relief Fund to support local school districts.
27.	Council on Postsecondary Education	17120	Federal	\$1,500,000	Pandemic relief funds from the Governor's Emergency Education Relief Fund to be distributed to postsecondary institutions.

Economic Development, Tourism, and Environmental Protection

28.	Office of Employment Services	16962	Federal	\$251,500,000	Coronavirus Relief Funds for partial repayment of the Unemployment Insurance Trust Fund loan and supplemental benefit payments to a certain subset of unemployed Kentuckians.
29.	Office of Employment Services	16882	Federal	\$180,250,000	Increase in Unemployment Insurance benefits due to COVID-19.
30.	Office of Employment Services	17074	Federal	\$369,950,000	Increase in Unemployment Insurance benefits due to COVID-19 and the additional Mixed Earners Unemployment Compensation Benefit.
31.	Department of Workplace Standards	17137	Federal	\$750,000	Federal grant to cover costs to promote safety and health of employees by ensuring employers are preventing workplace hazards.
32.	Department of Alcoholic Beverage Control	16912	Federal	\$183,400	Coronavirus Relief Funds for payroll costs related to enforcement of public health closure and compliance orders.
33.	Kentucky Horse Racing Commission	17159	Restricted	\$2,700,000	KY Thoroughbred Development Fund and KY Thoroughbred Breeders Incentive Fund collected more funds than budgeted and have required obligations to execute.
34.	Public Service Commission	17141	Federal	\$80,000	Gas pipeline safety costs.
35.	Public Protection Cabinet – Office of the Secretary	16907	Federal	\$40,000,000	Coronavirus Relief Funds to administer the bar and restaurant relief program.

36.	Kentucky Applied Behavior Analysis Licensing Board	17037	Restricted	\$8,000	Legal expenses to update regulations and forms.
<u>Human Resources</u>					
37.	Family Resource Centers and Volunteer Services	16996	General	\$24,444,500	Department of Education transfer of General Fund to support Family Resource and Youth Service Centers.
38.	Department of Community Based Services	16875	Federal	\$17,400,000	Increase in Federal grant award from the Coronavirus Relief Fund to provide assistance to the Low Income Home Energy Assistance Program, Family Child Care Homes, and expenses related to domestic violence.
39.	Department of Community Based Services	17023	Federal	\$160,000,000	Increase in Federal grant award from the Coronavirus Response and Relief Supplemental Act to provide assistance to the Low Income Home Energy Assistance Program and the Child Care Development Block Grant.
40.	Department for Aging and Independent Living	16872	Federal	\$8,500,000	Increase in Federal grant award from the Coronavirus Relief Fund to provide assistance to senior citizens for meals and an increase in the contract with the Department for Medicaid Services.
41.	Department for Public Health	17054	Federal	\$106,100,000	Increase in Federal grant award from the Coronavirus Response and Relief Supplemental Act to provide assistance for COVID-19 testing, contact tracing, and vaccination planning.

42.	Office of Health Data and Analytics	16896	Federal	\$16,460,000	Additional Federal Funds requested to support expenditures related to the delayed completion of the Health Information Exchange system.
43.	Office of Health Data and Analytics	16897	Restricted	\$9,240,000	Additional Restricted Funds requested to support State match on Federal Funds.

JB:bpt

C: Jay Hartz
Jennifer Hays
John Hicks

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