

Department of Military Affairs Division of Emergency Management

State Fiscal Year 2023 Necessary Government Expenditures

Fiscal Year 2023 Spending

To date \$273 million has been expended for Necessary Government Expenses.

This is the largest amount in history.

The Eastern Kentucky Flooding is \$260 million of this amount.

Budget of the Commonwealth

- Appropriates \$4.5 million annually for Necessary Government Expenses in the enacted budget.
- Allows for additional expenditures for Necessary Government Expenses for Governor declared emergencies, Governor's call of the Kentucky National Guard, and to match federal aid for presidentially declared disasters or emergencies.
- The funds for additional Necessary Government Expenditures come from the Budget Reserve Trust Fund.

Necessary Government Expenses		
FY 2023 Spending Thru May 15, 2023		
Military Affairs/Emergency Management		
Eastern KY Flood DR 4663	\$ 260,203,736	
Western KY Tornadoes and Storms DR 4630	9,639,563	
Other State Active Duty Missions	1,172,271	
All Others	2,225,607	
Total	\$ 273,241,176	
LARGEST PROVIDERS	PURPOSE OF EXPENDITURES	
Eastern KY Flood DR 4663		
Kentucky Transportation Cabinet	171,899,711	Debris Removal - Right of Ways, Waterways, County Bridge Repairs
Garner Environmental Services, Inc.	59,114,510	Heavy Equipment, Onsite Laundry and Restroom Facilities
CDR Maguire Inc.	12,391,513	SEOC Support, Non-Congregate Sheltering Mission, County Advisors
Bush Fire Services	1,044,474	Onsite Restrooms and Shower Trailers
DRC Emergency Services, LLC	1,039,400	Sheltering of Responders
Fastenal Company	977,412	Small Equipment, Bottled Water, Emergency Radios, etc.
Luxfer Magtech, Inc	803,198	Water Deliveries to Critical Facilities
Emergency Management Payroll	742,492	SEOC Staffing, Damage Assessments, Management of Distribution Centers
Morgan Security Services	666,505	Security at Multiple Disaster Recovery Centers
Lipsy Trucking LLC	490,000	Bottled Water
Western KY Tornadoes and Storms DR 4630		
CDR Maguire Inc.	2,213,742	Non-Congregate Sheltering Mission, County Advisors
KY Department of Parks	1,743,998	Sheltering of Survivors
American Red Cross - National	1,253,116	Sheltering of Survivors
Agriland FS INC	646,684	Diesel Fuel for Portable Tanks, Generators, Heavy Equipment
State of New York	535,675	Incident Management Teams - Emergency Management Assistance Compact
Garner Environmental Services, Inc.	396,537	Heavy Equipment, Onsite Laundry, Restroom Facilities
KY Department of Fish and Wildlife	187,826	Cut and Toss Teams, Security, Search and Rescue
Virginia Department of Emergency Management	156,323	Incident Management Teams - Emergency Management Assistance Compact
Jalaram Krupa LLC	117,510	Hotel Accommodations for Survivors
Lexington-Fayette Urban County Government	107,184	Search and Rescue, Incident Management Team
Florida Division of Emergency Management	103,347	Incident Management Teams - Emergency Management Assistance Compact

Transportation Cabinet Spending

\$172 million has been paid to date for fiscal year 2023 to the Transportation Cabinet for the Eastern Kentucky Flooding event.

\$168 million was for debris removal

\$3 million amount was for county bridge repair

\$1 million amount was for county road repair

State Disaster Response Activities



State Emergency Operations Center (SEOC) Activates

Emergency Support Function Agencies Report to SEOC

Governor and Impacted Communities Issue State of Emergency Orders

Impacted Communities Submit Resource Requests to the SEOC

Using General Funds, KYEM Reimburses Deployed Agencies and Pays Vendors

President Approves Governor's Declaration Request

KYEM and FAC Procure Goods and Services for Delivery to Impacted Areas

SEOC Assigns Requests to Appropriate Agencies for Fulfillment

KYEM Requests that FEMA Reimburse Emergency Response Costs of SEOC

FEMA Prepares, Approves, and Obligates SEOC Projects

KYEM Transfers FEMA Awards to General Fund Account





Governor and Impacted Communities Issue State of Emergency Orders

Significant events trigger issuance of state and local state of emergency orders as provided in KRS 39A.100, which

- Directs state agencies to respond to the emergency or disaster in the manner directed
- Provides for the purchase of goods and services essential for the protection of public health and safety or to maintain or restore essential public services



Impacted Communities Submit Resource Requests to the SEOC

SEOC maintains constant contact with impacted areas
County Emergency Management Directors provide situational awareness by:

- Phone contact with SEOC and/or KYEM Area Managers
- Submitting information via WebEOC software platform

Resources often requested to save lives and protect property include:

- Shelter, Food, Water
- Generators
- Debris Removal Teams
- Incident Management Teams
- Search and Rescue Teams
- Security Forces



SEOC Assigns Requests to Appropriate Agencies for Fulfillment

Support agencies are deployed to provide needed assistance such as:

- Division of Forestry – debris cut and toss teams
- State Police – security protection for impacted areas
- Transportation Cabinet – delivery of food and water, clearing of roads
- Energy and Environment – coordination of power restoration

When State resources are not sufficient, the SEOC will ask for support from:

- Non-impacted counties
- Other states, using the Emergency Management Compact Agreement
- Federal Emergency Management Agency



KYEM, DMA, and FAC Procure Goods and Services for Delivery to Impacted Areas

Procurement specialists from KY Emergency Management, Dept. of Military Affairs, and the Finance Cabinet manage all procurement from the SEOC.

All costs are charged to a disaster-specific accounting code.

Procurement considerations include:

- Compliance with state and federal requirements
- Use of state Master Agreements
- Availability of items – time is crucial
- Costs – must be reasonable under exigent circumstances
- Careful documenting of procurement process



Using NGE Funds, KYEM Reimburses Deployed Agencies and Pays Vendors

Agencies/entities deployed by SEOC request reimbursement of response expenses.

- Salaries
- Equipment
- Travel – lodging, per diems

Vendors invoice KYEM for response purchases

- Food, water
- Equipment, fuel
- Sheltering
- Temporary facilities – office trailers, responder housing



KYEM Requests that FEMA Reimburse Emergency Response Costs of SEOC

A formal request is made of FEMA to provide federal assistance for cost of SEOC's emergency actions.

Category A – Debris Removal

- Cut and toss teams
- Hauling
- Disposal

Category B – Emergency Protective Measures

- Operation of SEOC
- Cost of deployed agencies
- Supplies, equipment
- Sheltering, feeding



FEMA Prepares, Approves, and Obligates SEOC Projects

This process may take a few months or well over a year.

KYEM, as the applicant, provides FEMA with detailed documentation for all costs associated with SEOC response activities.

FEMA groups similar expenses and purposes into individual projects.

Projects undergo multiple layers of review by FEMA.

Projects receiving final approval are obligated.



KYEM Transfers FEMA Awards to NGE Account

Typically, FEMA provides 75% of actual, approved costs.

The tornado event provides 100% reimbursement for a 30-day period and 90% for the remainder.

For the flood declaration there is a 30-day period for reimbursement at 100% for emergency response costs. The remainder is at 75% federal/25% state.

When a KYEM SEOC project is obligated, a JV2T transaction is prepared which moves the FEMA awarded funds back to the General Fund account.