



Office of State Budget Director

200 Mero Street, 5th Floor
Frankfort, Kentucky 40601

Andy Beshear
Governor

(502) 564-7300
Internet: osbd.ky.gov

John T. Hicks
State Budget Director

Governor's Office for Policy and Management
Governor's Office for Economic Analysis
Governor's Office for Policy Research

TO: Accounting Staff
Governor's Office for Policy and Management

FROM: Janice Tones, Deputy Director
Governor's Office for Policy and Management

Janice Tones
8/3/26

DATE: August 3, 2027

SUBJECT: Appropriation from Budget Reserve Trust Fund Account Military Affairs Disaster Grant,
National Guard and Emergency Management Assistance Compact (EMAC) Programs

Please make available a total of \$2 million from the Budget Reserve Trust Fund to the appropriation account number GNRL-095-095K for the Department of Military Affairs. The allotment will be made to the expenditure account 0100-095-095D.

This appropriation of unbudgeted funds from the Budget Reserve Trust Fund account is authorized by 2026 House Bill 500, Part 1, A., 6. Section 2 biennial budget act.

Attachment

APPROVED:

DocuSigned by:

Holly M. Johnson

84C993F6FA23433...

Holly M. Johnson, Secretary
Finance and Administration

DocuSigned by:

Barbara Dickens

4C0A7438900E4B2...

Attorney
Finance and Administration Cabinet



Office of State Budget Director

200 Mero Street, 5th Floor
Frankfort, Kentucky 40622

Andy Beshear
Governor

(502) 564-7300
Internet: osbd.ky.gov

John T. Hicks
State Budget Director

Governor's Office for Policy and Management
Governor's Office for Economic Analysis
Governor's Office for Policy Research

August 3, 2026

The Honorable Christian McDaniel, Co-Chairman
The Honorable Jason Petrie, Co-Chairman
Interim Joint Committee on Appropriations and Revenue
Legislative Research Commission
Capitol Annex
Frankfort, Kentucky 40601

Dear Senator McDaniel, Representative Petrie, and Members of the Committee:

The Office of State Budget Director is reporting a fiscal year 2027 General Fund appropriation increase in the amount of \$2 million for the state portion of FEMA disaster grants related to presidentially declared disasters as a Necessary Government Expense from the Budget Reserve Trust Fund for the Military Affairs appropriation unit in accordance with the provisions outlined in House Bill 500, Part I, A., 6., section 2 and KRS 48.630(7).

The \$2 million appropriation will cover expenses associated with the 2026 winter storms as well as sixteen ongoing disasters and emergencies, including those associated with the severe storms and flooding in Spring 2025, and remaining expenses from the 2022 Eastern Kentucky floods, storm damage.

If you need further information, please contact this office.

Sincerely,

A handwritten signature in dark ink, reading "John T. Hicks".

John T. Hicks
State Budget Director



DEPARTMENT OF MILITARY AFFAIRS

Andy Beshear
Governor

100 Minuteman Parkway
BNGC – EOC Building
Frankfort, KY 40601-6168

Haldane B. Lamberton
Major General, KYNG
The Adjutant General

July 31, 2026

John T. Hicks
Office of State Budget Director
200 Mero Street 5th Floor
Frankfort, KY 40622

Kelby Rose
7/31/2026

Re: Request for Additional Appropriation

Dear Director Hicks:

The Department of Military Affairs requests a \$2 million General Fund appropriation as Necessary Government Expenses under the 2026 House Bill 500, Part 1, A., 6. section 2, which is for federal aid state match funding for presidentially declared disasters/emergencies.

This request will cover immediate expenses in state fiscal year 2027 associated with any new or ongoing emergencies and disasters, including public assistance and hazardous mitigation projects.

I respectfully ask that this appropriation action be approved.

Sincerely,

Alex Kelly

Alex Kelly
Budget Specialist
Office of Management & Administration
Department of Military Affairs

Cc: Charles T. Jones, Brigadier General U.S. Army (Ret), Executive Director, DMA
Shannon L. Soard, Budget Manager, DMA

Last Refresh Date
7/31/26 10:35 AM

Alex Kelly

Commonwealth of Kentucky
Fiscal Year 2027 Appropriation Modification
Appropriation: 095K - Military Affairs
Request Code: 42032

Appropriation	Appropriation Name	Fund	Amount of Change
095K	Military Affairs	GNRL	2,000,000
TOTAL			2,000,000

Commonwealth of Kentucky
Fiscal Year 2027 Allotment Modification
Appropriation: 095K - Military Affairs
Request Code: 42032

Last Execution Date

7/31/26 *Alex Kelly*

Allotment	Allotment Name	Fund	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Object	Object Amount
095D	FEMA Disaster Grants	0100	2,000,000	0	0	0	2,000,000		0
095D	FEMA Disaster Grants	0100	0	0	0	0	0	4	2,000,000
TOTAL			2,000,000	0	0	0	2,000,000		2,000,000