

CAPITAL PLANNING ADVISORY BOARD

**2024-2030
Agency Capital Plans**

Staff Analysis and Comments

The capital planning instructions require that each agency submit a plan to the Capital Planning Advisory Board (CPAB). Below is summary information for agency plans that are not on the agenda for individual review at a CPAB meeting. In most cases, the agencies below have reported no proposed capital projects. For the few agencies reporting proposed capital projects, those projects are funded with sources other than the state General Fund, General Fund projects \$1,000,000 or less, or IT projects that will be included in the Commonwealth Office of Technology’s rankings and recommendations.

Auditor of Public Accounts

The Auditor of Public Accounts includes the Office of the Auditor of Public Accounts, the Office of the Assistant Auditor of Public Accounts, the Office of Planning and Management, and the Office of Legal and Records Services. Structurally reporting to the Office of the Assistant Auditor of Public Accounts are the Office of Local Government Audits, Office of State Government Audits and Technology, and the Office of Special Examinations. The Auditor’s office is located at 209 Saint Clair Street in Frankfort. No proposed projects or space needs are reported.

Kentucky Department of Agriculture

The Department of Agriculture is charged with wide-ranging regulatory functions regarding the development and promotion of the agriculture and horticulture industries. The department has four offices: Agricultural Marketing, Consumer and Environmental Protection, State Veterinarian, and the Office of Administrative Services. For the current planning period, the department reports no capital needs.

Kentucky Higher Education Assistance Authority (KHEAA)

KHEAA is the state’s agency for improving access to higher education by providing postsecondary planning and financial aid information; providing grant, scholarship, and work-study benefits; administering educational savings and prepaid tuition programs; and providing fee-based services to partners in the delivery of financial aid to students. The agency occupies the state-owned KHEAA Office Building in Frankfort. For the current planning period, KHEAA reports the need for one item of equipment:

| | | |
|-----------|------------------------------------|-------------|
| 2024-2026 | Mobile Outreach Vehicle (GF) | \$1,000,000 |
|-----------|------------------------------------|-------------|

Kentucky Higher Education Student Loan Corporation (KHESLC)

KHESLC’s mission is to promote Kentucky’s higher education opportunities by providing loan programs and related services. KHESLC is authorized to finance loans for students attending eligible postsecondary schools, service and collect education loans, and issue bonds and notes. KHESLC is housed in leased space in Louisville, renewed in 2022 through May 31, 2027. No projects are proposed in the current planning period.

Kentucky Housing Corporation (KHC)

KHC issues tax-exempt mortgage revenue bonds to provide safe, decent, affordable housing opportunities for very low, low, and moderate-income Kentuckians. KHC reports no proposed projects or space needs for the current planning period.

Kentucky Lottery Corporation (KLC)

The mission of the KLC is to produce the maximum net revenues by offering the best possible lottery games, which are consistent with good public policy and social responsibility. The KLC corporate headquarters is housed in a state-owned facility in Louisville. Leased space in Louisville was acquired in August 2020 for business continuity purposes. All KLC capital projects are funded from lottery proceeds. KLC reports the need for two cash funded projects:

| | | |
|-----------|---|-------------|
| 2024-2026 | IBM iSeries System Upgrades (Cash) (Equip)..... | \$800,000 |
| 2028-2030 | IBM iSeries System Upgrades (Cash) (IT)..... | \$1,000,000 |

Kentucky Office of Homeland Security

The Kentucky Office of Homeland Security (KOHS) is attached to the Governor’s Office and is located in facilities provided by the Transportation Cabinet. The focus of KOHS, among other things, is counterterrorism. No proposed projects or space needs are reported.

Kentucky Public Pensions Authority

The Public Pensions Authority is responsible for the investment of funds and administration of benefits for three statewide pension funds covering both state and local government employees. For the current planning period, the agency reports no capital needs.

Kentucky River Authority (KRA)

Programs of KRA are directed to the development of the water resources of the Kentucky River basin and its surrounding drainage basin to assure adequate water supply, acceptable water quality, and recreational opportunities for Kentucky River basin residents and others utilizing these resources. The following projects below are proposed in the agency’s current capital plan. No general fund projects are proposed. The KRA utilizes restricted funds (RF) and agency bonds (AB) to fund its capital needs.

| | | |
|-----------|--|--------------|
| 2024-2026 | Design and Repair Dam 7 (RF)..... | \$6,400,000 |
| | Design Lock 5 (RF) | \$800,000 |
| | Locks 2 & 3 Upper Guide Wall Repairs (RF)..... | \$4,131,000 |
| | Total | \$11,331,000 |
| 2026-2028 | Design and Repair Dam 6 (AB)..... | \$3,692,000 |
| | Repair Lock 5 (RF)..... | \$4,200,000 |
| | Total | \$7,892,000 |
| 2028-2030 | Design and Repair Dam 12 (AB) | \$4,322,000 |
| | Design and Repair Dam 13 (AB) | \$5,105,000 |
| | Design and Repair Dams 1 and 2 (RF)..... | \$1,328,000 |
| | Total | \$10,755,000 |
| | Grand Total | \$29,978,000 |

Kentucky Teachers’ Retirement System (KTRS)

KTRS was established to provide retirement, death and survivor, and disability benefits, and medical insurance. The membership is comprised of all persons occupying positions in the public elementary or secondary schools for which certification is required. Also, faculty members of regional universities, professional staff of the Department of Education and the Education and Workforce Development Cabinet, and faculty of the Kentucky School for the Deaf, the Kentucky School for the Blind, and state and area vocational schools are members. KTRS has approximately 74,800 active members and 58,400 retired members and beneficiaries currently receiving benefits. For the current planning period, KTRS reports one Restricted Fund project:

| | | |
|-----------|--------------------------------|-------------|
| 2026-2028 | KTRS Office Building (RF)..... | \$8,900,000 |
|-----------|--------------------------------|-------------|

Legislative Cabinet

The legislative branch is responsible for the creation of Kentucky state laws. All space occupied by legislative staff is leased from either another state agency or the private sector. All facilities management and maintenance functions are the responsibility of the entity from whom space is being leased. For the current planning period, the cabinet reports no capital needs.

Occupational and Professional Boards and Commissions

The occupational and professional boards and commissions, which are not administered through the Public Protection Cabinet’s Office of Occupations and Professions, submit individual capital plans. No proposed projects or space needs are reported for any of the boards or commissions that report directly to CPAB.

Office of State Budget Director (OSBD)

The State Budget Director reports directly to the Governor. Some of the office’s functions include preparation, administration, and evaluation of the executive budget, executive policy implementation and compliance, and evaluation of statewide management and administrative procedures and practices. OSBD occupies the fifth floor of the Transportation Cabinet Office Building managed by the Finance Cabinet. For the current planning period, the office reports no capital or space needs.

Office of the Attorney General

The Office of the Attorney General performs a range of legal, investigative, and administrative duties in its role as the state’s constitutional chief law enforcement officer. No proposed capital needs are reported.

Office of the Governor

The Governor serves as the Chief Administrator of the Commonwealth and, in addition to other powers and duties, acts as Commander in Chief of all state military forces. As Chief Administrator, the Governor ensures that state government provides the needed services to the citizens of the Commonwealth as efficiently as possible. All facilities are maintained by the Department for Facilities and Support Services, and all technology efforts are supported by the Commonwealth Office of Technology. No proposed capital needs are reported.

Office of the Secretary of State

The Office of the Secretary of State is the constitutional officer entrusted with filing, maintaining, and preserving the important documents and records of the Commonwealth. No proposed projects for the current planning period are reported.

Public Protection Cabinet

The cabinet is charged with the supervision and regulation of industries. The cabinet has six departments: Alcoholic Beverage Control; Financial Institutions; Housing, Buildings and Construction (DHBC); Insurance; Charitable Gaming; and Professional Licensing. DHBC submitted one Restricted Fund IT project, which will be ranked and scored as part of the Commonwealth Office of Technology project recommendations, as follows:

2024-2026 HBC Application Modernization (HAM) (RF).....\$3,588,000

Registry of Election Finance and State Board of Elections

The Registry of Election Finance is charged with the administration of Kentucky’s campaign finance laws. The State Board of Elections administers the election laws of the state and supervises the registration and purgation of voters within the state. The two agencies are housed together in leased space at 140 Walnut Street in Frankfort. They report no proposed projects or space needs for the planning period.