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1 AN ACT relating to appropriations measures providing funding and establishing
 2 conditions for the operations, maintenance, support, and functioning of the government of
 3 the Commonwealth of Kentucky and its various officers, cabinets, departments, boards,
 4 commissions, institutions, subdivisions, agencies, and other state-supported activities.

5 *Be it enacted by the General Assembly of the Commonwealth of Kentucky:*

6 ➔Section 1. Notwithstanding 2020 Ky. Acts ch. 92, the State/Executive Branch
 7 Budget is as follows:

8 **PART I**

9 **OPERATING BUDGET**

10 **(1) Funds Appropriations:** There is appropriated out of the General Fund, Road
 11 Fund, Restricted Funds accounts, Federal Funds accounts, or Bond Funds accounts for the
 12 fiscal year beginning July 1, 2019, and ending June 30, 2020, and for the fiscal year
 13 beginning July 1, 2020, and ending June 30, 2021, and for the fiscal year beginning July
 14 1, 2021, and ending June 30, 2022, the following discrete sums, or so much thereof as
 15 may be necessary. Appropriated funds are included pursuant to KRS 48.700 and 48.710.
 16 Each appropriation is made by source of respective fund or funds accounts.
 17 Appropriations for the following officers, cabinets, departments, boards, commissions,
 18 institutions, subdivisions, agencies, and budget units of the state government, and any and
 19 all other activities of the government of the Commonwealth, are subject to the provisions
 20 of Chapters 12, 42, 45, and 48 of the Kentucky Revised Statutes and compliance with the
 21 conditions and procedures set forth in this Act.

22 **(2) Tobacco Settlement Funds:** Appropriations identified as General Fund
 23 (Tobacco) in Part I, Operating Budget, of this Act are representative of the amounts
 24 provided in Part X, Phase I Tobacco Settlement, of this Act and are not to be appropriated
 25 in duplication.

26 **A. GENERAL GOVERNMENT**

27 **Budget Units**

1 **1. OFFICE OF THE GOVERNOR**

	2020-21	2021-22
2		
3 General Fund	6,099,000	6,099,000
4 Restricted Funds	294,700	294,700
5 Federal Funds	900,000	900,000
6 TOTAL	7,293,700	7,293,700

7 **(1) Salary Increment:** Notwithstanding KRS 64.480(2), no increment is
 8 provided on the base salary or wages of the Lieutenant Governor of the Commonwealth.

9 Notwithstanding KRS 64.480(4), no increment is provided on the base salary or
 10 wages of the Governor of the Commonwealth.

11 **2. OFFICE OF STATE BUDGET DIRECTOR**

	2020-21	2021-22
12		
13 General Fund	3,604,100	3,604,100
14 Restricted Funds	164,500	164,500
15 TOTAL	3,768,600	3,768,600

16 **(1) Participation in Transparent Governing - Full Disclosure of Inmate**
 17 **Population Forecasts and Related Materials:** The Office of State Budget Director shall
 18 provide the methodology, assumptions, data, and all other related materials used to
 19 project biennial offender population forecasts conducted by the Office of State Budget
 20 Director, the Kentucky Department of Corrections, and any consulting firms, to the
 21 Interim Joint Committee on Appropriations and Revenue by November 1, 2021. This
 22 submission shall include but not be limited to the projected state, county, and community
 23 offender populations for the 2022-2024 fiscal biennium and must coincide with the
 24 budgeted amount for these populations. This submission shall clearly divulge the
 25 methodology and reasoning behind the budgeted and projected offender population in a
 26 commitment to participate in transparent governing.

27 **(2) Participation in Transparent Governing - Calculating Avoided Costs**

1 **Relating to Legislative Action:** The Office of State Budget Director shall provide the
 2 methodology, assumptions, data, and all other related materials used to calculate any
 3 avoided costs pursuant to the implementation of 2011 Ky. Acts ch. 2 by November 1,
 4 2021. This submission shall clearly divulge the methodology and reasoning behind the
 5 projected costs avoided in a commitment to participate in transparent governing.

6 (3) **Facilities Security Reimbursement Report:** It is the intent of the General
 7 Assembly to increase the existing reimbursement rate for Facilities Security services for
 8 state-operated buildings. The Office of State Budget Director shall provide a report to the
 9 Interim Joint Committee on Appropriations and Revenue detailing the anticipated costs of
 10 increasing the existing Facilities Security rate to \$36 per hour for every participating
 11 state-operated building by September 1, 2020.

12 **3. HOMELAND SECURITY**

	2020-21	2021-22
13 General Fund	257,000	257,000
14 Restricted Funds	1,360,800	1,360,800
15 Federal Funds	4,093,400	4,093,400
16 Road Fund	321,000	321,000
17 TOTAL	6,032,200	6,032,200

19 **4. DEPARTMENT OF VETERANS' AFFAIRS**

	2020-21	2021-22
20 General Fund	26,060,400	26,060,400
21 Restricted Funds	71,578,000	69,278,000
22 TOTAL	97,638,400	95,338,400

23 (1) **Weekend and Holiday Premium Pay Incentive:** The Kentucky Veterans
 24 Centers are authorized to continue the weekend and holiday premium pay incentive for
 25 the 2020-2022 fiscal biennium.
 26

27 (2) **Congressional Medal of Honor Recipients - Travel and Per Diem:** The

1 Commissioner of the Department of Veterans' Affairs may approve travel and per diem
2 expenses incurred when Kentucky residents who have been awarded the Congressional
3 Medal of Honor attend veterans, military, or memorial events in the Commonwealth of
4 Kentucky.

5 **(3) Debt Service - Bowling Green Veterans' Center:** If any debt service is
6 required for the issuance of bonds for the Construct Bowling Green Veterans' Center
7 capital project authorized in Part II, Capital Projects Budget, of this Act, it shall be
8 deemed a necessary government expense and shall be paid from the General Fund
9 Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS
10 48.705). No bonds shall be sold for this project until it has been approved by the United
11 States Department of Veterans Affairs and the Commonwealth has been notified by the
12 United States Department of Veterans Affairs that Federal Funds are available to support
13 this construction.

14 **(4) State Veterans Nursing Home:** With the exception of the Bowling Green
15 Veterans Center construction project, all state veterans' nursing homes must meet a
16 combined 80 percent bed occupancy rate before any future projects will be considered.
17 Once the 80 percent threshold has been met, it is the intent of the General Assembly that
18 any future beds allocated from the United States Department of Veterans Affairs or
19 reallocated from the Kentucky Department of Veterans' Affairs be dedicated to a state
20 veterans nursing home in Magoffin County to serve that area.

21 **(5) Brain Injury Alliance of Kentucky and the Epilepsy Foundation of**
22 **Kentuckiana Funding:** Included in the above General Fund appropriation is \$93,700 in
23 each fiscal year for grants to the Brain Injury Alliance of Kentucky and \$93,700 in each
24 fiscal year for grants to the Epilepsy Foundation of Kentuckiana to be used solely for the
25 purpose of working with veterans who have experienced brain trauma and their families.

26 **(6) Veterans' Service Organization Funding:** Included in the above General
27 Fund appropriation is \$187,500 in each fiscal year for grants to Veterans' Service

1 Organization programs.

2 **5. GOVERNOR'S OFFICE OF AGRICULTURAL POLICY**

	2020-21	2021-22
4 General Fund (Tobacco)	34,594,800	34,968,800
5 Restricted Funds	100,000	100,000
6 TOTAL	34,694,800	35,068,800

7 **(1) Tobacco Settlement Funds - Allocations:** Notwithstanding KRS 248.711(2),
 8 and from the allocation provided therein, counties that are allocated in excess of \$20,000
 9 annually may provide up to four percent of the individual county allocation, not to exceed
 10 \$15,000 annually, to the county council in that county for administrative costs.

11 **(2) Counties Account:** Notwithstanding KRS 248.703(1), included in the above
 12 General Fund (Tobacco) appropriation is \$14,279,200 in fiscal year 2020-2021 and
 13 \$14,443,600 in fiscal year 2021-2022 for the counties account as specified in KRS
 14 248.703(1)(a).

15 **(3) Directive for Fiscal Year 2018-2019 and Fiscal Year 2019-2020 General**
 16 **Fund (Tobacco) Appropriations:** Any remaining uncommitted or unobligated funds
 17 from the \$13,000,000 General Fund (Tobacco) appropriated in the 2018-2020 fiscal
 18 biennium to the Governor’s Office of Agricultural Policy for use by the State Fair Board
 19 shall not be approved by the Agricultural Development Board for any other project until
 20 appropriated by the General Assembly.

21 **6. KENTUCKY INFRASTRUCTURE AUTHORITY**

	2020-21	2021-22
23 General Fund	1,117,200	1,771,200
24 Restricted Funds	33,095,700	33,095,700
25 Federal Funds	29,380,100	29,380,100
26 TOTAL	63,593,000	64,247,000

27 **(1) Debt Service:** Included in the above General Fund appropriation is \$344,500

1 in fiscal year 2020-2021 and \$998,500 in fiscal year 2021-2022 for new debt service to
 2 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

3 **7. MILITARY AFFAIRS**

	2020-21	2021-22
4 General Fund	14,991,400	14,991,400
5 Restricted Funds	48,590,600	48,590,600
6 Federal Funds	86,249,300	86,249,300
7 TOTAL	149,831,300	149,831,300

9 **(1) Kentucky National Guard:** Included in the above General Fund
 10 appropriation is \$4,500,000 in each fiscal year to be expended, subject to the conditions
 11 and procedures provided in this Act, which are required as a result of the Governor's
 12 declaration of emergency pursuant to KRS Chapter 39A, and the Governor's call of the
 13 Kentucky National Guard to active duty when an emergency or exigent situation has been
 14 declared to exist by the Governor. Any portion of the \$4,500,000 not expended shall lapse
 15 to the General Fund at the end of each fiscal year. In the event that costs for Governor-
 16 declared emergencies or the Governor's call of the Kentucky National Guard for
 17 emergencies or exigent situations exceed \$4,500,000 annually, the costs shall be deemed
 18 necessary government expenses and shall be paid from the General Fund Surplus Account
 19 (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705).

20 **(2) Disaster or Emergency Aid Funds:** There is appropriated from the General
 21 Fund the necessary funds, subject to the conditions and procedures in this Act, which are
 22 required to match federal aid for which the state would be eligible in the event of a
 23 presidentially declared disaster or emergency. These necessary funds shall be made
 24 available from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve
 25 Trust Fund Account (KRS 48.705).

26 **(3) Residential Youth-at-Risk Program:** Included in the above General Fund
 27 appropriation is \$335,000 in each fiscal year to support the Bluegrass Challenge Academy

1 and \$335,000 in each fiscal year to support the Appalachian Youth Challenge Academy.

2 **8. COMMISSION ON HUMAN RIGHTS**

	2020-21	2021-22
4 General Fund	1,926,600	1,926,600
5 Restricted Funds	10,000	10,000
6 Federal Funds	245,000	245,000
7 TOTAL	2,181,600	2,181,600

8 **9. COMMISSION ON WOMEN**

9 **(1) Redistribution of Resources:** Notwithstanding KRS 12.020, 12.023, 14.260,
 10 15A.190, 214.554, and 344.510 to 344.530, no General Fund appropriation is provided
 11 for the Commission on Women in order to provide additional funding for Domestic
 12 Violence Shelters, Rape Crisis Centers, and Children's Advocacy Centers.

13 **10. DEPARTMENT FOR LOCAL GOVERNMENT**

	2020-21	2021-22
15 General Fund	9,415,300	9,415,300
16 Restricted Funds	888,700	888,700
17 Federal Funds	46,227,500	46,227,500
18 TOTAL	56,531,500	56,531,500

19 **(1) Area Development District Funding:** Included in the above General Fund
 20 appropriation is \$1,984,000 in each fiscal year for the Joint Funding Administration
 21 Program in support of the area development districts.

22 **(2) Mary Kendall Homes and Gateway Juvenile Diversion:** Included in the
 23 above General Fund appropriation is \$257,800 in each fiscal year for the support of the
 24 Mary Kendall Homes and \$257,800 in each fiscal year for the support of Gateway
 25 Juvenile Diversion.

26 **(3) Allocation of Area Development District Funding:** The Department for
 27 Local Government shall allocate area development district funding appropriated to the

1 Joint Funding Administration Program to the area development districts in accordance
 2 with the following formula:

3 (a) Seventy percent of the total appropriation shall be allocated equally among all
 4 area development districts;

5 (b) Twenty percent of the total appropriation shall be allocated based upon each
 6 area development district's proportionate share of total state population, as identified by
 7 the 2010 United States Census; and

8 (c) Ten percent of the total appropriation shall be allocated based upon each area
 9 development district's proportionate share of total incorporated cities and counties, as
 10 identified by the records of the Kentucky Secretary of State's Land Office at the time of
 11 the allocation.

12 The Department for Local Government shall, upon the unanimous written direction
 13 of all area development districts, reduce the allocation based upon proportionate share of
 14 total incorporated cities and counties and instead allocate those funds to provide
 15 additional nonfederal dollars to area development districts for the purpose of maximizing
 16 federal awards.

17 **11. LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND**

	2020-21	2021-22
18		
19	21,830,900	21,830,900

20 **(1) Allocation of the Local Government Economic Assistance Fund:**

21 Notwithstanding KRS 42.470(1)(a), 70 percent of moneys in the Local Government
 22 Economic Assistance Fund shall be distributed to each coal producing county on the basis
 23 of the ratio of coal severed in each respective county to the coal severed statewide.
 24 Notwithstanding KRS 42.470(1)(c), no allocation shall be distributed to non-coal
 25 producing counties.

26 **(2) Coal Haul Road System:** Notwithstanding KRS 42.455(2), no funds
 27 appropriated to the Local Government Economic Assistance Fund are required to be

1 spent on the coal haul road system.

2 **12. LOCAL GOVERNMENT ECONOMIC DEVELOPMENT FUND**

3	2020-21	2021-22	
4	General Fund	12,814,300	12,814,300

5 **(1) Coal Severance Tax Transfers:** Notwithstanding KRS 42.450 to 42.495, in
 6 fiscal year 2020-2021, 70 percent of the severance and processing taxes on coal collected
 7 annually, except items described in subsection (2) below, shall be transferred to the Local
 8 Government Economic Development Fund. Notwithstanding KRS 42.450 to 42.495, in
 9 fiscal year 2020-2021, 30 percent of the severance and processing taxes on coal collected
 10 annually, except items described in subsection (2) below, shall be transferred to the Local
 11 Government Economic Assistance Fund. Notwithstanding KRS 42.450 to 42.495, in
 12 fiscal year 2021-2022, 62 percent of the severance and processing taxes on coal collected
 13 annually, except items described in subsection (2) below, shall be transferred to the Local
 14 Government Economic Development Fund. Notwithstanding KRS 42.450 to 42.495, in
 15 fiscal year 2021-2022, 38 percent of the severance and processing taxes on coal collected
 16 annually, except items described in subsection (2) below, shall be transferred to the Local
 17 Government Economic Assistance Fund. Transfers to the Local Government Economic
 18 Development Fund and the Local Government Economic Assistance Fund shall be made
 19 quarterly, based upon the revenue estimates prevailing at the time each quarterly transfer
 20 is due, except the last quarterly transfer shall be made after the close of the fiscal year
 21 accounting records, and shall be adjusted to provide the balance of the annual transfer
 22 required by this subsection.

23 **(2) Coal Severance Tax Collections Calculations and Transfers:** The above
 24 appropriations from the General Fund are based on the official estimate presented by the
 25 Office of State Budget Director. Notwithstanding KRS 42.450 to 42.495, coal severance
 26 tax collections during the 2020-2022 fiscal biennium shall first be allocated to the
 27 following programs or purposes on a quarterly basis:

1 (a) Department for Local Government: An annual appropriation of \$669,700 in
2 each fiscal year is appropriated as General Fund moneys to the Department for Local
3 Government budget unit for Local Government Economic Development Fund and Local
4 Government Economic Assistance Fund project administration costs;

5 (b) Debt Service: An annual appropriation of 100 percent of the debt service
6 necessary to support bonds authorized in 2003 Ky. Acts ch. 156, 2005 Ky. Acts ch. 173,
7 2006 Ky. Acts ch. 252, 2008 Ky. Acts ch. 127, and 2010 (1st Extra. Sess.) Ky. Acts ch. 1,
8 in the amount of \$26,210,600 in fiscal year 2020-2021 and \$24,784,800 in fiscal year
9 2021-2022 is appropriated for that purpose;

10 (c) Osteopathic Medicine Scholarship Program: Notwithstanding KRS
11 164.7891(11)(b), no transfers shall be made to the Osteopathic Medicine Scholarship
12 Program within the Kentucky Higher Education Assistance Authority;

13 (d) Pharmacy Scholarships: Notwithstanding KRS 164.7890(11)(c), no transfers
14 shall be made to the Coal County Pharmacy Scholarship Program within the Kentucky
15 Higher Education Assistance Authority;

16 (e) Kentucky Coal Fields Endowment Authority: Notwithstanding KRS
17 42.453(3), no transfers shall be made to the Kentucky Coal Field Endowment Authority;

18 (f) General Fund: A transfer of \$1,000,000 to the General Fund in each fiscal
19 year; and

20 (g) Budget Reserve Trust Fund: \$5,724,400 shall be appropriated to the Budget
21 Reserve Trust Fund in fiscal year 2021-2022.

22 **(3) Allocation of the Local Government Economic Development Fund:**
23 Notwithstanding KRS 42.4592(1), 50 percent of Local Government Economic
24 Development Fund moneys shall be allocated in accordance with KRS 42.4592(1)(a), and
25 50 percent shall be allocated in accordance with KRS 42.4592(1)(b).

26 **(4) Use of the Local Government Economic Development Fund:**
27 Notwithstanding KRS 42.450 to 42.495, all funds appropriated to Local Government

1 Economic Development Fund Single-County Accounts shall be allocated to projects with
 2 the concurrence of the respective county judge/executive, state senator(s), and state
 3 representative(s) of each county. If concurrence is not achieved, the fiscal court of each
 4 county may apply for grants through the Department for Local Government pursuant to
 5 KRS 42.4588.

6 **13. AREA DEVELOPMENT FUND**

7 (1) **Area Development Fund:** Notwithstanding KRS 42.345 to 42.370 and
 8 48.185, or any statute to the contrary, no funding is provided for the Area Development
 9 Fund.

10 (2) **Area Development District Flexibility:** Notwithstanding KRS 42.350(2) and
 11 provided that sufficient funds are maintained in the Joint Funding Agreement program to
 12 meet the match requirements for the Economic Development Administration grants,
 13 Community Development Block Grants, Appalachian Regional Commission grants, or
 14 any federal program where the Joint Funding Agreement funds are utilized to meet
 15 nonfederal match requirements, an area development district with authorization from its
 16 Board of Directors may request approval to transfer funding between the Area
 17 Development Fund and the Joint Funding Agreement Program from the Commissioner of
 18 the Department for Local Government.

19 **14. REGIONAL DEVELOPMENT AGENCY ASSISTANCE FUND**

	2020-21	2021-22
20		
21	6,000,000	6,000,000

22 **15. EXECUTIVE BRANCH ETHICS COMMISSION**

	2020-21	2021-22
23		
24	561,600	561,600
25	420,000	420,000
26	TOTAL	981,600

27 (1) **Use of Restricted Funds:** All penalties collected or received by the Executive

1 Branch Ethics Commission shall be deposited in the State Treasury and credited to a trust
 2 and agency fund account to the credit of the Commission to be used by the Commission
 3 for the cost of conducting administrative hearings pursuant to KRS Chapter 13B.
 4 Notwithstanding KRS 45.229, these funds shall not lapse and shall carry forward.

5 **16. SECRETARY OF STATE**

	2020-21	2021-22
6		
7 Restricted Funds	5,177,600	5,177,600
8 Federal Funds	221,400	221,400
9 TOTAL	5,399,000	5,399,000

10 **(1) Use of Restricted Funds:** Notwithstanding KRS 14.140(1) and (3), the above
 11 Restricted Funds may be used for the continuation of current activities within the Office
 12 of the Secretary of State.

13 **(2) Salary Increment:** Notwithstanding KRS 64.480(2), no increment is
 14 provided on the base salary or wages of the Secretary of State.

15 **17. BOARD OF ELECTIONS**

	2020-21	2021-22
16		
17 General Fund	6,206,500	3,323,500
18 Restricted Funds	246,000	246,000
19 Federal Funds	2,494,300	2,494,300
20 TOTAL	8,946,800	6,063,800

21 **(1) Cost of Elections:** Costs associated with special elections, KRS 117.345(2)
 22 costs associated with additional precincts with a voting machine, KRS 117.343 costs for
 23 additional registered voters, and KRS 116.145 costs for additional new registered voters
 24 shall be deemed a necessary government expense and shall be paid from the General
 25 Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS
 26 48.705). Any reimbursements authorized as a necessary government expense according to
 27 the above provisions shall be at the same rates as those established by the State Board of

1 Elections.

2 **18. REGISTRY OF ELECTION FINANCE**

	2020-21	2021-22
4 General Fund	1,541,300	1,541,300

5 **19. ATTORNEY GENERAL**

	2019-20	2020-21	2021-22
7 General Fund (Tobacco)	-0-	150,000	150,000
8 General Fund	135,000	12,473,700	12,600,700
9 Restricted Funds	-0-	18,051,600	18,051,600
10 Federal Funds	-0-	4,989,000	4,989,000
11 TOTAL	135,000	35,664,300	35,791,300

12 **(1) State Enforcement:** Notwithstanding KRS 248.654 and 248.703(4), a total of
 13 \$150,000 of the Tobacco Settlement payments received in each fiscal year is appropriated
 14 to the Attorney General for the state’s diligent enforcement of noncompliant
 15 nonparticipating manufacturers.

16 **(2) Expert Witnesses:** In addition to such funds as may be appropriated, the
 17 Office of the Attorney General may request from the Finance and Administration Cabinet,
 18 as a necessary government expense, such funds as may be necessary for expert witnesses.
 19 Upon justification of the request, the Finance and Administration Cabinet shall provide
 20 up to \$275,000 for the 2020-2022 fiscal biennium for this purpose to the Office of the
 21 Attorney General from the General Fund Surplus Account (KRS 48.700) or the Budget
 22 Reserve Trust Fund Account (KRS 48.705). Without charge, the Department of Insurance
 23 shall provide the Office of the Attorney General any available information to assist in the
 24 preparation of a rate hearing pursuant to KRS 304.17A-095. Expenditures under this
 25 subsection shall be reported to the Interim Joint Committee on Appropriations and
 26 Revenue by August 1 of each year.

27 **(3) Annual and Sick Leave Service Credit:** Notwithstanding any statutory or

1 regulatory restrictions to the contrary, any former employee of the Unified Prosecutorial
2 System who has been appointed to a permanent full-time position under KRS Chapter
3 18A shall be credited annual and sick leave based on service credited under the Kentucky
4 Retirement Systems solely for the purpose of computation of sick and annual leave. This
5 provision shall only apply to any new appointment or current employee as of July 1,
6 1998.

7 **(4) Compensatory Leave Conversion to Sick Leave:** If the Office of the
8 Attorney General determines that internal budgetary pressures warrant further austerity
9 measures, the Attorney General may institute a policy to suspend payment of 50-hour
10 blocks of compensatory time for those attorneys who have accumulated 240 hours of
11 compensatory time and instead convert those hours to sick leave.

12 **(5) Operations of the Office of the Attorney General:** Notwithstanding KRS
13 367.478(2), 367.805(3), and 367.905(5), funds may be expended in support of the
14 operations of the Office of the Attorney General.

15 **(6) Purdue Pharma Settlement Funds:** In each fiscal year, the Attorney General
16 shall transfer \$1,500,000 of any lawfully received settlement funds resulting from
17 Commonwealth of Kentucky, ex rel. v. Purdue Pharma, et al., Civil Action No: 07-CI-
18 01303 to the Justice Administration budget unit for Operation UNITE.

19 **(7) Salary Increment:** Notwithstanding KRS 64.480(2), no increment is
20 provided on the base salary or wages of the Attorney General.

21 **(8) Legal Services Contracts:** The Office of the Attorney General may present
22 proposals to state agencies specifying legal work that is presently accomplished through
23 personal service contracts that indicate the Office of the Attorney General's capacity to
24 perform the work at a lesser cost. State agencies may agree to make arrangements with
25 the Office of the Attorney General to perform the legal work and compensate the Office
26 of the Attorney General for the legal services.

27 **(9) Debt Service:** Included in the above General Fund appropriation is \$127,000

1 in fiscal year 2020-2021 and \$254,000 in fiscal year 2021-2022 for new debt service to
 2 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

3 **(10) Electronic Crimes Laboratories:** The Attorney General and the
 4 Commissioner of the Kentucky State Police shall work collaboratively to identify a
 5 pathway for consolidation of the Commonwealth’s electronic crimes laboratories.

6 **20. UNIFIED PROSECUTORIAL SYSTEM**

7 **(1) Prosecutors Advisory Council Administrative Functions:** The Prosecutors
 8 Advisory Council shall approve compensation for employees of the Unified Prosecutorial
 9 System subject to the appropriations in this Act.

10 **(2) Employment Salary Scale:** The Prosecutors Advisory Council shall develop
 11 a proposed salary scale for the employees of the Unified Prosecutorial System. Among
 12 the criteria that the proposal may include are pay differential and locality pay. The
 13 proposal shall also establish part-time positions as hourly or by one-quarter or one-half of
 14 a full-time equivalent. The Council shall finalize and submit the proposed salary scale to
 15 the Interim Joint Committee on Appropriations and Revenue by August 1, 2020. The
 16 salary scale shall not be implemented until approved by the General Assembly.

17 **a. Commonwealth's Attorneys**

	2020-21	2021-22
18 General Fund	60,413,100	60,413,100
19 Restricted Funds	6,118,200	6,118,200
20 Federal Funds	756,800	756,800
21 TOTAL	67,288,100	67,288,100

22 **(1) Rocket Docket Program:** Included in the above General Fund appropriation
 23 is \$387,700 in each fiscal year to support the Rocket Docket Program.

24 **(2) Salary Increment:** Notwithstanding KRS 15.755(7), no increment is
 25 provided on the base salary or wages of each eligible Commonwealth's Attorney.

26 **b. County Attorneys**

1		2020-21	2021-22
2	General Fund	53,518,500	53,518,500
3	Restricted Funds	958,400	958,400
4	Federal Funds	1,025,200	1,025,200
5	TOTAL	55,502,100	55,502,100

6 **(1) Salary Increment:** Notwithstanding KRS 15.765(3), no increment is
 7 provided on the base salary or wages of each eligible County Attorney.

8 **(2) Rocket Docket Program:** Included in the above General Fund appropriation
 9 is \$549,800 in each fiscal year to support the Rocket Docket Program.

10 **(3) County Attorneys Expense Allowance:** Notwithstanding KRS 15.765(2),
 11 each County Attorney shall receive a monthly expense allowance of \$400, payable out of
 12 the State Treasury for the 2020-2022 fiscal biennium.

13 **TOTAL - UNIFIED PROSECUTORIAL SYSTEM**

14		2020-21	2021-22
15	General Fund	113,931,600	113,931,600
16	Restricted Funds	7,076,600	7,076,600
17	Federal Funds	1,782,000	1,782,000
18	TOTAL	122,790,200	122,790,200

19 **21. TREASURY**

20		2020-21	2021-22
21	General Fund	2,411,800	2,411,800
22	Restricted Funds	1,848,400	1,848,400
23	Federal Funds	1,254,800	1,254,800
24	Road Fund	250,600	250,600
25	TOTAL	5,765,600	5,765,600

26 **(1) Unclaimed Property Fund:** Included in the above Restricted Funds
 27 appropriation is \$1,848,400 in each fiscal year from the Unclaimed Property Fund to

1 provide funding for services performed by the Unclaimed Property Division of the
 2 Department of the Treasury.

3 **(2) Salary Increment:** Notwithstanding KRS 64.480(2), no increment is
 4 provided on the base salary or wages of the State Treasurer.

5 **22. AGRICULTURE**

	2020-21	2021-22
6		
7	500,000	500,000
8	16,822,000	18,822,000
9	14,362,700	12,362,700
10	8,681,400	8,681,400
11	40,366,100	40,366,100

12 **(1) Use of Restricted Funds:** Notwithstanding KRS 217.570 and 217B.580,
 13 funds may be expended in support of the operations of the Department of Agriculture.

14 **(2) Farms to Food Banks:** Included in the above General Fund (Tobacco)
 15 appropriation is \$500,000 in each fiscal year to support the Farms to Food Banks
 16 Program. The use of the moneys provided by this appropriation shall be restricted to
 17 purchases of Kentucky-grown produce from Kentucky farmers who participate in the
 18 Farms to Food Banks Program.

19 **(3) Salary Increment:** Notwithstanding KRS 64.480(2), no increment is
 20 provided on the base salary or wages of the Commissioner of Agriculture.

21 **(4) County Fair Grants:** Included in the above General Fund appropriation is
 22 \$300,000 in each fiscal year to support capital improvement grants to the Local
 23 Agricultural Fair Aid Program.

24 **(5) Kentucky Grape and Wine Council:** Notwithstanding KRS 260.175(2), no
 25 General Fund is provided for the Kentucky Small Farm Wineries Support Fund for use by
 26 the Kentucky Grape and Wine Council.

27 **23. AUDITOR OF PUBLIC ACCOUNTS**

	2020-21	2021-22
1		
2 General Fund	7,787,000	7,787,000
3 Restricted Funds	11,926,600	11,926,600
4 TOTAL	19,713,600	19,713,600

5 **(1) Auditor's Scholarships:** Notwithstanding KRS 43.200, no funding is
6 provided for Auditor's scholarships.

7 **(2) Audit Services Contracts:** No state agency shall enter into any contract with
8 a nongovernmental entity for audit services unless the Auditor of Public Accounts has
9 declined in writing to perform the audit or has failed to respond within 30 days of receipt
10 of a written request for such services. The agency's request for audit services shall
11 include a comprehensive statement of the scope and nature of the proposed audit.

12 **(3) Compensatory Leave Conversion to Sick Leave:** If the Auditor of Public
13 Accounts determines that internal budgetary pressures warrant further austerity measures,
14 the State Auditor may institute a policy to suspend payment of 50-hour blocks of
15 compensatory time for those employees who have accumulated 240 hours of
16 compensatory time and instead convert those hours to sick leave.

17 **(4) Salary Increment:** Notwithstanding KRS 64.480(2), no increment is
18 provided on the base salary or wages of the Auditor of Public Accounts.

19 **24. PERSONNEL BOARD**

	2020-21	2021-22
20		
21 Restricted Funds	875,000	895,000

22 **25. KENTUCKY RETIREMENT SYSTEMS**

	2020-21	2021-22
23		
24 General Fund	384,000	384,000
25 Restricted Funds	48,888,200	48,888,200
26 TOTAL	49,272,200	49,272,200

27 **(1) State Police Retirement System Pension Fund:** Included in the above

1 General Fund appropriation is \$384,000 in fiscal year 2020-2021 to be applied to the
 2 unfunded pension liability of the State Police Retirement System pension fund.

3 **26. OCCUPATIONAL AND PROFESSIONAL BOARDS AND COMMISSIONS**

4 **a. Accountancy**

	2020-21	2021-22
5		
6	673,300	673,300

7 **b. Certification of Alcohol and Drug Counselors**

	2020-21	2021-22
8		
9	180,200	180,200

10 **c. Applied Behavior Analysis Licensing**

	2020-21	2021-22
11		
12	39,600	39,600

13 **d. Architects**

	2020-21	2021-22
14		
15	474,500	474,500

16 **e. Certification for Professional Art Therapists**

	2020-21	2021-22
17		
18	11,200	11,200

19 **f. Barbering**

	2020-21	2021-22
20		
21	465,400	465,400

22 **g. Chiropractic Examiners**

	2020-21	2021-22
23		
24	377,900	377,900

25 **h. Dentistry**

	2020-21	2021-22
26		
27	939,600	939,600

1	i. Licensed Diabetes Educators		
2		2020-21	2021-22
3	Restricted Funds	29,300	29,300
4	j. Licensure and Certification for Dietitians and Nutritionists		
5		2020-21	2021-22
6	Restricted Funds	93,900	93,900
7	k. Embalmers and Funeral Directors		
8		2020-21	2021-22
9	Restricted Funds	498,300	498,300
10	l. Licensure for Professional Engineers and Land Surveyors		
11		2020-21	2021-22
12	Restricted Funds	1,772,200	1,772,200
13	m. Certification of Fee-Based Pastoral Counselors		
14		2020-21	2021-22
15	Restricted Funds	3,600	3,600
16	n. Registration for Professional Geologists		
17		2020-21	2021-22
18	Restricted Funds	109,000	109,000
19	o. Hairdressers and Cosmetologists		
20		2020-21	2021-22
21	Restricted Funds	1,936,900	1,936,900
22	p. Specialists in Hearing Instruments		
23		2020-21	2021-22
24	Restricted Funds	78,000	78,000
25	q. Interpreters for the Deaf and Hard of Hearing		
26		2020-21	2021-22
27	Restricted Funds	38,200	38,200

1	r. Examiners and Registration of Landscape Architects		
2		2020-21	2021-22
3	Restricted Funds	80,700	80,700
4	s. Licensure of Marriage and Family Therapists		
5		2020-21	2021-22
6	Restricted Funds	133,600	133,600
7	t. Licensure for Massage Therapy		
8		2020-21	2021-22
9	Restricted Funds	154,300	154,300
10	u. Medical Imaging and Radiation Therapy		
11		2020-21	2021-22
12	Restricted Funds	443,800	443,800
13	v. Medical Licensure		
14		2020-21	2021-22
15	Restricted Funds	3,550,900	3,550,900
16	w. Nursing		
17		2020-21	2021-22
18	Restricted Funds	8,924,800	8,924,800
19	x. Licensure for Nursing Home Administrators		
20		2020-21	2021-22
21	Restricted Funds	101,100	101,100
22	y. Licensure for Occupational Therapy		
23		2020-21	2021-22
24	Restricted Funds	211,600	211,600
25	z. Ophthalmic Dispensers		
26		2020-21	2021-22
27	Restricted Funds	71,400	71,400

1	aa. Optometric Examiners		
2		2020-21	2021-22
3	Restricted Funds	221,800	221,800
4	ab. Pharmacy		
5		2020-21	2021-22
6	Restricted Funds	2,568,200	2,568,200
7	ac. Physical Therapy		
8		2020-21	2021-22
9	Restricted Funds	673,500	673,500
10	ad. Podiatry		
11		2020-21	2021-22
12	Restricted Funds	46,500	46,500
13	ae. Private Investigators		
14		2020-21	2021-22
15	Restricted Funds	113,700	113,700
16	af. Licensed Professional Counselors		
17		2020-21	2021-22
18	Restricted Funds	310,800	310,800
19	ag. Prosthetics, Orthotics, and Pedorthics		
20		2020-21	2021-22
21	Restricted Funds	46,200	46,200
22	ah. Examiners of Psychology		
23		2020-21	2021-22
24	Restricted Funds	256,400	256,400
25	ai. Respiratory Care		
26		2020-21	2021-22
27	Restricted Funds	251,900	251,900

1	aj. Social Work		
2		2020-21	2021-22
3	Restricted Funds	370,600	370,600
4	ak. Speech-Language Pathology and Audiology		
5		2020-21	2021-22
6	Restricted Funds	222,900	222,900
7	al. Veterinary Examiners		
8		2020-21	2021-22
9	Restricted Funds	275,000	275,000
10	TOTAL - OCCUPATIONAL AND PROFESSIONAL BOARDS AND		
11	COMMISSIONS		
12		2020-21	2021-22
13	Restricted Funds	26,750,800	26,750,800
14	27. KENTUCKY RIVER AUTHORITY		
15		2020-21	2021-22
16	General Fund	288,500	288,500
17	Restricted Funds	7,686,600	7,686,600
18	TOTAL	7,975,100	7,975,100
19	28. SCHOOL FACILITIES CONSTRUCTION COMMISSION		
20		2020-21	2021-22
21	General Fund	125,243,600	129,355,300
22	(1) Debt Service: Included in the above General Fund appropriation is		
23	\$2,946,900 in fiscal year 2020-2021 and \$8,213,900 in fiscal year 2021-2022 for new		
24	debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this		
25	Act.		
26	(2) Additional Offers of Assistance: Notwithstanding KRS 157.611 to 157.665,		
27	the School Facilities Construction Commission is authorized to make an additional		

1 \$58,000,000 in offers of assistance during the 2020-2022 biennium in anticipation of debt
2 service availability during the 2022-2024 biennium. No bonded indebtedness based on
3 the above amount is to be incurred during the 2020-2022 biennium.

4 **(3) Urgent Needs School Assistance - 2020-2022:** Notwithstanding KRS
5 157.611 to 157.665, the School Facilities Construction Commission is authorized to
6 make additional offers of assistance in the specified amounts in fiscal year 2020-2021 to
7 the following local school districts:

8 (a) Not more than \$19,784,500 to Mason County Schools for Mason County
9 Middle School;

10 (b) Not more than \$12,931,700 to Lewis County Schools for Garrison Elementary
11 School;

12 (c) Not more than \$7,527,100 to Rowan County Schools for Clearfield
13 Elementary School; and

14 (d) Not more than \$7,283,700 to Green County Schools for Green County High
15 School.

16 These schools are designated as the four schools ranked highest on the Kentucky
17 Facilities Inventory and Classification System report as of February 27, 2020, that are A1
18 schools, are ranked as a Priority 1 or 2 on the local school district's facility plan, and have
19 levied a ten-cent equivalent tax dedicated to capital improvements but remain unable to
20 cash fund or to sufficiently support the required annual debt service for replacement or
21 renovation of the school. The amounts stated represent the difference between the cost to
22 replace or renovate the designated facility and the amount of available local resources.

23 The School Facilities Construction Commission shall make offers of assistance to
24 each local school district up to the amount authorized for that local school district only
25 upon the written authorization of the Commissioner of Education or his or her designee
26 and documentation of the project cost, but in no case shall any district receive an
27 additional offer of assistance greater than that authorized in this subsection.

1 **29. TEACHERS' RETIREMENT SYSTEM**

2		2020-21	2021-22
3	General Fund	781,620,000	715,293,700
4	Restricted Funds	16,100,300	16,100,300
5	TOTAL	797,720,300	731,394,000

6 **(1) Debt Service:** Included in the above General Fund appropriation is
7 \$51,660,000 in fiscal year 2020-2021 and \$33,015,900 in fiscal year 2021-2022 for debt
8 service on previously issued bonds.

9 **(2) Dependent Subsidy for All Retirees under age 65:** Pursuant to KRS
10 161.675(4), health insurance supplement payments made by the retirement system shall
11 not exceed the amount of the single coverage insurance premium. Notwithstanding KRS
12 161.675(4), for all retirees under the age of 65 who participate in the Kentucky Group
13 Health Insurance Program through the Kentucky Teachers' Retirement System and for
14 Plan Year 2020 only, the Kentucky Teachers' Retirement System Board of Trustees may
15 continue to pay from the Medical Insurance Fund one-third of the costs of the dependent
16 subsidy. No General Fund appropriation shall be expended to pay one-third of the costs of
17 the dependent subsidy. The dependent subsidy is not subject to KRS 161.714.

18 **(3) Retiree Health Insurance:** Pursuant to KRS 161.550(2)(b) and
19 notwithstanding any statute to the contrary, included in the above General Fund
20 appropriation is \$61,700,000 in fiscal year 2020-2021 to support the state's contribution
21 for the cost of retiree health insurance for members not eligible for Medicare who have
22 retired on or after July 1, 2010. Notwithstanding KRS 161.675, the Teachers' Retirement
23 System Board of Trustees shall provide health insurance supplement payments towards
24 the cost of the single coverage insurance premium based on age and years of service
25 credit of eligible recipients of a retirement allowance, the cost of which shall be paid from
26 the Medical Insurance Fund. Notwithstanding KRS 161.675, the Teachers' Retirement
27 System Board of Trustees shall authorize eligible recipients of a retirement allowance

1 from the Teachers' Retirement System who are less than age 65 to be included in the
 2 state-sponsored health insurance plan that is provided to active teachers and state
 3 employees under KRS 18A.225. Notwithstanding KRS 161.675(4)(a), the contribution
 4 paid by retirees who are less than age 65 who qualify for the maximum health insurance
 5 supplement payment for single coverage shall be no more than the sum of (a) the
 6 employee contribution paid by active teachers and state employees for a similar plan, and
 7 (b) the standard Medicare Part B premium as determined by the Centers for Medicare and
 8 Medicaid Services. Notwithstanding KRS 161.675(4)(a), the contribution paid by retirees
 9 who are less than age 65 who do not qualify for the maximum health insurance
 10 supplement payment for single coverage shall be determined by the same graduated
 11 formula used by the Teachers' Retirement System for Plan Year 2020.

12 Notwithstanding KRS 161.420 and 161.550, any General Fund contribution to the
 13 Teachers' Retirement System medical insurance fund in fiscal year 2020-2021 in excess
 14 of the actuarially determined contribution shall carry forward and be considered the
 15 General Fund contribution for fiscal year 2021-2022. The Teachers' Retirement System
 16 Board of Trustees shall report the amount carried forward to the Interim Joint Committee
 17 on Appropriations and Revenue by August 1, 2021.

18 **(4) Medical Insurance Fund Employee Contributions:** Notwithstanding KRS
 19 161.540(1), the employee contribution to the Medical Insurance Fund shall not be
 20 changed in fiscal year 2020-2021 or fiscal year 2021-2022.

21 **30. APPROPRIATIONS NOT OTHERWISE CLASSIFIED**

	2019-20	2020-21	2021-22
22			
23	4,500,000	14,526,400	14,526,400

24 **(1) Funding Sources for Appropriations Not Otherwise Classified:** Funds
 25 required to pay the costs of items included within Appropriations Not Otherwise
 26 Classified are appropriated. Any required expenditure over the above amounts is to be
 27 paid first from the General Fund Surplus Account (KRS 48.700), if available, or from any

1 available balance in either the Judgments budget unit appropriation or the Budget Reserve
 2 Trust Fund Account (KRS 48.705), subject to the conditions and procedures provided in
 3 this Act.

4 The above appropriation is for the payment of Attorney General Expense, Kentucky
 5 Claims Commission Award, Guardian Ad Litem, Prior Year Claims, Unredeemed Checks
 6 Refunded, Involuntary Commitments - ICF/MR, Frankfort in Lieu of Taxes, Frankfort
 7 Cemetery, Police Officer, Firefighter, and National Guard and Reserve Survivor Benefits,
 8 Medical Malpractice Liability Insurance Reimbursement, and Blanket Employee Bonds.

9 **(2) Repayment of Awards or Judgments:** Funds are appropriated from the
 10 General Fund for the repayment of awards or judgments made by the Kentucky Claims
 11 Commission against departments, boards, commissions, and other agencies funded with
 12 appropriations out of the General Fund. However, awards under \$5,000 shall be paid
 13 from funds available for the operations of the agency.

14 **(3) Guardian Ad Litem Fees:** Included in the above appropriation is funding for
 15 fees to be paid to each guardian ad litem appointed by the court pursuant to KRS 311.732.
 16 The fee shall be fixed by the court and shall not exceed \$500.

17 **(4) Reissuance of Uncashed Checks:** Checks written by the State Treasurer and
 18 not cashed within the statutory period may be presented to the State Treasurer for
 19 reissuance in accordance with KRS 41.370.

20 **(5) Police Officer, Firefighter, and Active Duty National Guard and Reserve**
 21 **Survivor Benefits:** Funds are appropriated for payment of benefits for survivors of state
 22 and local police officers, firefighters, and active duty National Guard and Reserve
 23 members in accordance with KRS 61.315 and for the cost of insurance premiums for
 24 firefighters as provided in KRS 95A.070.

25 **31. JUDGMENTS**

	2019-20	2020-21	2021-22
27 General Fund	16,900,000	22,500,000	22,500,000

1 **(1) Known Liabilities Against the Commonwealth:** The above appropriation is
 2 for the payment of judgments for known liabilities against the Commonwealth.

3 **(2) Payment of Judgments and Carry Forward of General Fund**
 4 **Appropriation Balance:** Notwithstanding KRS 45A.275, the payment of judgments, that
 5 exceed the above appropriation, as may be rendered against the Commonwealth by courts
 6 and orders of the State Personnel Board and, where applicable, shall be subject to KRS
 7 Chapter 45 and shall not be deemed a necessary governmental expense. Notwithstanding
 8 KRS 45A.270(1), funds required to pay the costs of items included within the Judgments
 9 budget are included in the above appropriation, and amounts required for any award or
 10 judgment in excess of the above appropriation shall be paid from appropriations for that
 11 department or agency and otherwise paid pursuant to KRS 45A.270(2).

12 **32. KENTUCKY COMMUNICATIONS NETWORK AUTHORITY**

	2020-21	2021-22
14 General Fund	34,220,000	34,220,000
15 Restricted Funds	12,033,100	12,033,100
16 TOTAL	46,253,100	46,253,100

17 **(1) Rate Assessments:** Notwithstanding KRS 154.15-020, rate assessments
 18 charged to state agencies for access to the KentuckyWired broadband network shall not
 19 exceed rates currently charged for broadband services to those state agencies in fiscal year
 20 2019-2020.

21 **(2) Availability Payments:** Included in the above General Fund appropriation is
 22 \$22,535,600 in each fiscal year for the network availability payments.

23 **(3) Authority to Sell:** Notwithstanding KRS 154.15-020, the Kentucky
 24 Communications Network Authority shall have the authority to enter into contracts with
 25 public and private entities to carry out its duties and responsibilities, which may include
 26 the sale of all or portions of the Commonwealth’s open-access broadband network known
 27 as KentuckyWired. A contract or other agreement involving the acquisition or disposition

1 of a property interest by the Commonwealth shall be signed by the Secretary of the
 2 Finance and Administration Cabinet. KRS Chapters 45A and 56 may require the
 3 Secretary’s signature on other contracts or agreements.

4 **(4) Contractual Costs:** Included in the above General Fund appropriation is
 5 \$8,025,800 in fiscal year 2020-2021 and \$6,721,400 in fiscal year 2021-2022 for
 6 contractual costs.

7 **TOTAL - GENERAL GOVERNMENT**

8		2019-20	2020-21	2021-22
9	General Fund (Tobacco)	-0-	35,244,800	35,618,800
10	General Fund	21,535,000	1,238,634,200	1,176,317,600
11	Restricted Funds	-0-	333,526,500	329,246,500
12	Federal Funds	-0-	186,518,200	186,518,200
13	Road Fund	-0-	571,600	571,600
14	TOTAL	21,535,000	1,794,495,300	1,728,272,700

15 **B. ECONOMIC DEVELOPMENT CABINET**

16 **Budget Unit**

17 **1. ECONOMIC DEVELOPMENT**

18		2020-21	2021-22
19	General Fund	26,054,000	26,054,000
20	Restricted Funds	3,634,200	3,634,200
21	Federal Funds	306,400	306,400
22	TOTAL	29,994,600	29,994,600

23 **(1) Funding for Commercialization and Innovation:** Notwithstanding KRS
 24 154.12-278, interest income earned on the balances in the High-Tech
 25 Construction/Investment Pool and loan repayments received by the High-Tech
 26 Construction/Investment Pool shall be used to support the Office of Entrepreneurship and
 27 are appropriated in addition to amounts appropriated above.

1 **(2) Lapse and Carry Forward of General Fund Appropriation Balance for**
2 **Bluegrass State Skills Corporation:** Notwithstanding KRS 45.229, the General Fund
3 appropriation balance for Bluegrass State Skills Corporation training grants for fiscal year
4 2019-2020 and fiscal year 2020-2021 shall not lapse and shall carry forward. The amount
5 available to the Corporation for disbursement in each fiscal year shall be limited to the
6 unexpended training grant allotment balance at the end of each fiscal year combined with
7 the additional training grant allotment amounts in each fiscal year of the 2020-2022
8 biennium, less any disbursements. If the required disbursements exceed the Bluegrass
9 State Skills Corporation training grants allotment balance, notwithstanding KRS 154.12-
10 278, Restricted Funds may be expended for training grants.

11 **(3) Science and Technology Program:** Notwithstanding KRS 164.6011 to
12 164.6041 and any other statute to the contrary, the Cabinet for Economic Development
13 shall have the authority to carry out the provisions of KRS 164.6013 to 164.6041.

14 **(4) Carry Forward of General Fund Appropriation Balance:** Notwithstanding
15 KRS 45.229, the General Fund appropriation in fiscal year 2019-2020 and fiscal year
16 2020-2021 to the Cabinet for Economic Development, Science and Technology Program,
17 shall not lapse and shall carry forward in the Cabinet for Economic Development.

18 **(5) Executive Officers' Compensation:** Notwithstanding KRS 154.10-050(2),
19 any additional executive officers as described in KRS 154.10-050(2) shall not be paid a
20 salary greater than the salary of the Governor of the Commonwealth.

21 **(6) Training Grants:** Included in the above General Fund appropriation is
22 \$1,000,000 in each fiscal year for the Bluegrass State Skills Corporation to make training
23 grants to support manufacturing-related investments. The Corporation shall utilize these
24 funds for a manufacturer designated by the United States Department of Commerce,
25 United States Census Bureau North American Industry Classification System code of
26 336111, 336112, 336120, or 336211 that employs at least 10,000 full-time persons at the
27 same facility or at multiple facilities located within the same county to help offset

1 associated costs of retraining its workforce.

2 **C. DEPARTMENT OF EDUCATION**

3 **Budget Units**

4 **1. SUPPORT EDUCATION EXCELLENCE IN KENTUCKY (SEEK)**
 5 **PROGRAM**

	2020-21	2021-22
7 General Fund	2,843,696,700	2,921,992,200
8 Federal Funds	130,000,000	-0-
9 TOTAL	2,973,696,700	2,921,992,200

10 **(1) Common School Fund Earnings:** Accumulated earnings for the Common
 11 School Fund shall be transferred in each fiscal year to the SEEK Program.

12 **(2) Allocation of SEEK Funds:** Notwithstanding KRS 157.360(2)(c), the above
 13 General Fund appropriation to the base SEEK Program is intended to provide a base
 14 guarantee of \$4,000 per student in average daily attendance in each fiscal year, as well as
 15 to meet the other requirements of KRS 157.360. Notwithstanding KRS 157.360(2), each
 16 district’s base funding level shall be adjusted for the number of students demonstrating
 17 limited proficiency in English language skills, multiplied by 0.096.

18 Funds appropriated to the SEEK Program shall be allotted to school districts in
 19 accordance with KRS 157.310 to 157.440, except that the total of the funds allotted shall
 20 not exceed the appropriation for this purpose, except as provided in this Act. The total
 21 appropriation for the SEEK Program shall be measured by, or construed as, estimates of
 22 the state expenditures required by KRS 157.310 to 157.440. If the required expenditures
 23 exceed these estimates, the Secretary of the Finance and Administration Cabinet, upon
 24 the written request of the Commissioner of Education and with the approval of the
 25 Governor, may increase the appropriation by such amount as may be available and
 26 necessary to meet, to the extent possible, the required expenditures under the cited
 27 sections of the Kentucky Revised Statutes, but any increase of the total appropriation to

1 the SEEK Program is subject to Part III, General Provisions, of this Act and KRS Chapter
 2 48. If funds appropriated to the SEEK Program are insufficient to provide the amount of
 3 money required under KRS 157.310 to 157.440, allotments to local school districts may
 4 be reduced in accordance with KRS 157.430.

5 **(3) SEEK Lapse:** Notwithstanding 2018 Ky. Acts ch. 169, Part I, C., 1., (3), any
 6 unexpended SEEK funds in fiscal year 2019-2020 shall lapse to the General Fund. Any
 7 unexpended SEEK funds in fiscal year 2020-2021 shall lapse to the General Fund in
 8 accordance with KRS 45.229.

9 **(4) Base SEEK Allotments:** Notwithstanding KRS 157.420(2), included in the
 10 above appropriations are \$1,848,539,700 in General Fund and \$130,000,000 in Federal
 11 Funds in fiscal year 2020-2021 and \$1,941,846,500 in General Fund in fiscal year 2021-
 12 2022 for the base SEEK Program as defined by KRS 157.360. Funds appropriated to the
 13 SEEK Program shall be allotted to school districts in accordance with KRS 157.310 to
 14 157.440, except that the total of the funds allotted shall not exceed the appropriation for
 15 this purpose, except as provided in this Act. Notwithstanding KRS 157.360(2)(c),
 16 included in the appropriation for the base SEEK Program is \$214,752,800 in each fiscal
 17 year for pupil transportation.

18 **(5) Tier I Component:** Included in the above General Fund appropriation is
 19 \$179,738,200 in fiscal year 2020-2021 and \$168,881,500 in fiscal year 2021-2022 for the
 20 Tier I component as established by KRS 157.440.

21 **(6) Vocational Transportation:** Included in the above General Fund
 22 appropriation is \$2,416,900 in each fiscal year for vocational transportation.

23 **(7) Teachers' Retirement System Employer Match:** Included in the above
 24 General Fund appropriation is \$425,565,500 in fiscal year 2020-2021 and \$435,085,500
 25 in fiscal year 2021-2022 to enable local school districts to provide the employer match for
 26 qualified employees.

27 **(8) Salary Supplements for Nationally Certified Teachers:** Notwithstanding

1 KRS 157.395, included in the above General Fund appropriation is \$2,750,000 in each
2 fiscal year for the purpose of providing salary supplements for public school teachers
3 attaining certification by the National Board for Professional Teaching Standards.
4 Notwithstanding KRS 157.395, if the appropriation is insufficient to provide the
5 mandated salary supplement for teachers who have obtained this certification, the
6 Department of Education is authorized to pro rata reduce the supplement.

7 **(9) SEEK Adjustment Factors:** Funds allocated for the SEEK base and its
8 adjustment factors that are not needed for the base or a particular adjustment factor may
9 be allocated to other adjustment factors, if funds for that adjustment factor are not
10 sufficient.

11 **(10) Facilities Support Program of Kentucky/Equalized Nickel Levies:**
12 Included in the above General Fund appropriation is \$93,014,600 in fiscal year 2020-
13 2021 and \$86,600,400 in fiscal year 2021-2022 to provide facilities equalization funding
14 pursuant to KRS 157.440 and 157.620.

15 **(11) Growth Levy Equalization Funding:** Included in the above General Fund
16 appropriation is \$24,430,700 in fiscal year 2020-2021 and \$19,560,100 in fiscal year
17 2021-2022 to provide facilities equalization funding pursuant to KRS 157.440 and
18 157.620 for districts meeting the eligibility requirements of KRS 157.621(1) and (4).
19 Notwithstanding KRS 157.621(1)(b)2., a school district that imposes the levy authorized
20 by KRS 157.621(1)(b)1. shall be equalized for that levy at 25 percent of the calculated
21 equalization funding in each fiscal year, in addition to the equalization funding
22 appropriated in accordance with KRS 157.621(1)(b)2., and all funds for this purpose shall
23 be committed to debt service, new facilities, or major renovations in accordance with
24 KRS 157.440(1)(b). It is the intent of the General Assembly that any local school district
25 receiving partial equalization under this subsection in the 2020-2022 fiscal biennium shall
26 receive full calculated equalization in the 2022-2024 fiscal biennium and thereafter, until
27 the earlier of June 30, 2038, or the date the bonds for the local school district supported

1 by this equalization are retired, in accordance with KRS 157.621(2). Notwithstanding
2 KRS 157.440, 157.621, or any other provision of this Act, no school district shall be
3 equalized for an equivalent tax rate of more than 15 cents.

4 **(12) Retroactive Equalized Facility Funding:** Included in the above General
5 Fund appropriation is \$34,181,600 in fiscal year 2020-2021 and \$32,434,400 in fiscal
6 year 2021-2022 to provide equalized facility funding pursuant to KRS 157.440 and
7 157.620 to districts meeting the eligibility requirements of KRS 157.621(2) and (4). In
8 addition, a local board of education that levied a tax rate subject to recall by January 1,
9 2014, in addition to the five cents levied pursuant to KRS 157.440(1)(b) and that
10 committed the receipts to debt service, new facilities, or major renovations of existing
11 facilities shall be eligible for equalization funds from the state at 150 percent of the
12 statewide average per pupil assessment. Revenue to generate the five cent equivalent levy
13 may be obtained from levies on property, motor vehicles, or the taxes authorized by KRS
14 160.593 to 160.597, 160.601 to 160.633, and 160.635 to 160.648 if the levy was
15 dedicated to facilities funding at the time of the levy. The equalization funds shall be used
16 as provided in KRS 157.440(1)(b). Notwithstanding KRS 157.621(2)(a) and (4), for the
17 2020-2022 fiscal biennium, school districts that levied the tax rate subject to recall prior
18 to January 1, 2018, shall be equalized at 100 percent of the calculated equalization
19 funding, school districts that levied the tax rate subject to recall after January 1, 2018, and
20 before January 1, 2020, shall be equalized at 25 percent of the calculated equalization
21 funding, and all funds for this purpose shall be committed to debt service, new facilities,
22 or major renovations in accordance with KRS 157.440(1)(b). It is the intent of the
23 General Assembly that any local school district receiving partial equalization under this
24 subsection in the 2020-2022 fiscal biennium shall receive full calculated equalization in
25 the 2022-2024 fiscal biennium and thereafter, until the earlier of June 30, 2038, or the
26 date the bonds for the local school district supported by this equalization are retired, in
27 accordance with KRS 157.621(2). Notwithstanding KRS 157.440, 157.621, or any other

1 provision of this Act, no school district shall be equalized for an equivalent tax rate of
2 more than 15 cents.

3 **(13) Equalized Facility Funding:** Included in the above General Fund
4 appropriation is \$9,055,300 in fiscal year 2020-2021 and \$8,418,400 in fiscal year 2021-
5 2022 to provide equalized facility funding pursuant to KRS 157.440 and 157.620 to
6 districts meeting the eligibility requirements of KRS 157.621(3) and (4). Notwithstanding
7 KRS 157.621(3)(c), a school district meeting the criteria of KRS 157.621(3)(a) and (b)
8 that did not receive equalization funding in fiscal year 2019-2020 shall be equalized at 25
9 percent of the calculated equalization funding in fiscal year 2020-2021, and all funds for
10 this purpose shall be committed to debt service, new facilities, or major renovations in
11 accordance with KRS 157.440(1)(b). In addition, notwithstanding KRS 157.621(1) and
12 (3), a school district that has levied a five-cent equivalent rate authorized by KRS
13 157.621(1)(a) and is not receiving state equalization funding for that levy under KRS
14 157.621(1)(b), 157.621(3), or any other provision of this Act, shall be equalized at 25
15 percent of the calculated equalization funding in each fiscal year, and all funds for this
16 purpose shall be committed to debt service, new facilities, or major renovations in
17 accordance with KRS 157.440(1)(b). It is the intent of the General Assembly that any
18 local school district receiving partial equalization under this subsection in the 2020-2022
19 fiscal biennium shall receive full calculated equalization in the 2022-2024 fiscal
20 biennium and thereafter, until the earlier of June 30, 2038, or the date the bonds for the
21 local school district supported by this equalization are retired, in accordance with KRS
22 157.621(3).

23 **(14) BRAC Equalized Facility Funding:** Notwithstanding KRS 157.621(1)(c)2.,
24 included in the above General Fund appropriation is \$2,318,800 in fiscal year 2020-2021
25 and \$2,226,400 in fiscal year 2021-2022 to provide equalized facility funding to school
26 districts meeting the eligibility requirements of KRS 157.621(1)(c)1. pursuant to KRS
27 157.440 and 157.620.

1 **(15) Equalization Funding for Critical Construction Needs Schools:** Included
 2 in the above General Fund appropriation is \$6,932,600 in fiscal year 2020-2021 and
 3 \$6,989,300 in fiscal year 2021-2022 to school districts in accordance with KRS
 4 157.621(5).

5 **(16) Hold-Harmless Guarantee:** A modified hold-harmless guarantee is
 6 established in each fiscal year which provides that every local school district shall receive
 7 at least the same amount of SEEK state funding per pupil as was received in fiscal year
 8 1991-1992. If funds appropriated to the SEEK Program are insufficient to provide the
 9 amount of money required under KRS 157.310 to 157.440, and allotments to local school
 10 districts are reduced in accordance with KRS 157.430, allocations to school districts
 11 subject to this provision shall not be reduced.

12 **(17) Residential Youth-at-Risk Programs:** In accordance with KRS 157.360, no
 13 funds from the SEEK Program shall be distributed to the programs operated by the
 14 Kentucky Guard Youth Challenge Division of the Department of Military Affairs.
 15 Notwithstanding KRS 157.350, 157.360, 157.410, and any other statute to the contrary,
 16 any school district providing educational services to students enrolled in programs
 17 operated by the Kentucky Guard Youth Challenge Division of the Department of Military
 18 Affairs shall be paid for those services solely from the General Fund appropriation in Part
 19 I, A., 7. of this Act, and students enrolled in such programs shall not be included in the
 20 average daily attendance for purposes of SEEK Program funding.

21 **2. OPERATIONS AND SUPPORT SERVICES**

	2020-21	2021-22
23 General Fund	55,615,100	56,957,600
24 Restricted Funds	7,913,400	6,913,400
25 Federal Funds	410,152,800	410,152,800
26 TOTAL	473,681,300	474,023,800

27 **(1) Employment of Leadership Personnel:** Notwithstanding KRS 18A.005 to

1 18A.200, the Kentucky Board of Education shall continue to have sole authority to
2 determine the employees of the Department of Education who are exempt from the
3 classified service and to set those employees' compensation comparable to the
4 competitive market.

5 (2) **Debt Service:** Included in the above General Fund appropriation is \$959,500
6 in fiscal year 2020-2021 and \$2,302,000 in fiscal year 2021-2022 for new debt service to
7 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

8 (3) **Blind/Deaf Residential Travel Program:** Included in the above General
9 Fund appropriation is \$492,300 in each fiscal year for the Blind/Deaf Residential Travel
10 Program.

11 (4) **School Food Services:** Included in the above General Fund appropriation is
12 \$3,555,900 in each fiscal year for the School Food Services Program.

13 (5) **Advanced Placement and International Baccalaureate Exams:**
14 Notwithstanding KRS 160.348(3), included in the above General Fund appropriation is
15 \$1,000,000 in each fiscal year to pay the cost of Advanced Placement and International
16 Baccalaureate examinations for those students who meet the eligibility requirements for
17 free or reduced-price meals.

18 (6) **Review of the Classification of Primary and Secondary School Buildings:**
19 Included in the above General Fund appropriation is \$600,000 in each fiscal year to
20 implement KRS 157.420(9) and (10). Notwithstanding KRS 45.229, any portion of the
21 \$600,000 that has not been expended by the end of fiscal year 2020-2021 shall not lapse
22 and shall carry forward. Notwithstanding KRS 157.420(9) and (10), only schools
23 classified as A1, A2, A3, A4, A5, A6, C2, and D1 shall be included in the evaluation
24 process. Notwithstanding KRS 157.420(9) and (10), the Department of Education may
25 limit the school buildings included in the evaluation process based on the time elapsed
26 since the building's construction or last major renovation as defined in 702 KAR 4:160.
27 The Department of Education shall provide an updated list of school buildings evaluated

1 by the process pursuant to KRS 157.420(9) and (10) to the Legislative Research
 2 Commission by October 1, 2021.

3 **(7) District Facility Plan Modifications:** Notwithstanding any statute to the
 4 contrary, a district may modify its district facility plan without convening the local
 5 planning committee for the sole purpose of complying with KRS 158.162(3)(d). Any
 6 modification shall identify an unmet requirement of KRS 158.162(3)(d) as the highest
 7 priority on the modified district facility plan, subject to approval by the local board of
 8 education and the Commissioner of Education.

9 **3. LEARNING AND RESULTS SERVICES**

	2020-21	2021-22
11 General Fund	1,076,768,700	1,059,568,700
12 Restricted Funds	38,248,400	36,248,400
13 Federal Funds	561,547,100	561,547,100
14 TOTAL	1,676,564,200	1,657,364,200

15 **(1) Kentucky Education Technology System:** Notwithstanding KRS 157.650 to
 16 157.665, the School for the Deaf and the School for the Blind shall be fully eligible, along
 17 with local school districts, to participate in the Kentucky Education Technology System
 18 in a manner that takes into account the special needs of the students of these two schools.

19 **(2) Family Resource and Youth Services Centers:** Funds appropriated to
 20 establish and support Family Resource and Youth Services Centers shall be transferred in
 21 each fiscal year to the Cabinet for Health and Family Services consistent with KRS
 22 156.496. The Cabinet for Health and Family Services is authorized to use, for
 23 administrative purposes, no more than three percent of the total funds transferred from the
 24 Department of Education for the Family Resource and Youth Services Centers. If a
 25 certified person is employed as a director or coordinator of a Family Resource and Youth
 26 Services Center, that person shall retain his or her status as a certified employee of the
 27 school district.

1 If 70 percent or more of the funding level provided by the state is utilized to support
2 the salary of the director of a center, that center shall provide a report to the Cabinet for
3 Health and Family Services and the State Budget Director identifying the salary of the
4 director. The Cabinet for Health and Family Services shall transmit any reports received
5 from Family Resource and Youth Services Centers pursuant to this paragraph to the
6 Legislative Research Commission.

7 **(3) Health Insurance:** Included in the above General Fund appropriation is
8 \$749,844,400 in fiscal year 2020-2021 and \$732,644,400 in fiscal year 2021-2022 for
9 employer contributions for health insurance and the contribution to the health
10 reimbursement account for employees waiving coverage.

11 **(4) Program Flexibility:** Notwithstanding KRS 158.070(8) and 158.446, local
12 school districts shall be provided additional flexibility in the utilization of funds for
13 Extended School Services and Safe Schools. Local school districts shall continue to
14 address the governing statutes and serve the intended student population but may utilize
15 funds from these programs for general operating expenses in each fiscal year. Local
16 school districts that utilize these funds for general operating expenses shall report to the
17 Kentucky Department of Education and the Interim Joint Committee on Education the
18 amount of funding from each program utilized for general operating expenses.

19 **(5) Center for School Safety:** Included in the above General Fund appropriation
20 is \$13,000,000 in each fiscal year for the Center for School Safety. Notwithstanding KRS
21 158.446, the Center for School Safety shall develop and implement allotment policies for
22 all moneys received for the purposes of KRS 158.440, 158.441, 158.4415, 158.4416,
23 158.442, 158.445, and 158.446, except that no more than \$1,300,000 in each fiscal year
24 may be retained for administrative purposes.

25 **(6) Allocations to School-Based Decision Making Councils:** Notwithstanding
26 KRS 160.345(8), for each fiscal year, a local board of education may reduce the
27 allocations to individual schools within the district as outlined in 702 KAR 3:246, secs. 6,

1 7, and 8. The allocation under 702 KAR 3:246, sec. 6, shall not be less than \$100 per
2 pupil in average daily attendance.

3 **(7) Kentucky School for the Blind and Kentucky School for the Deaf:**
4 Included in the above General Fund appropriation is \$6,853,100 in each fiscal year for the
5 Kentucky School for the Blind and \$10,080,600 in each fiscal year for the Kentucky
6 School for the Deaf.

7 **(8) Career and Technical Education:** Included in the above General Fund
8 appropriation is \$64,149,700 in each fiscal year for career and technical education. Of this
9 amount, \$12,043,500 in each fiscal year shall be distributed as supplemental funding to
10 local area vocational education centers. Notwithstanding KRS 157.069, Category II and
11 III programs in districts that also enroll students at a state-operated vocational education
12 and technology center physically located in a different time zone shall be included in the
13 distribution. Notwithstanding KRS 157.069, Category II and III programs in districts
14 established after June 21, 2001, shall be included in the distribution if approved by the
15 Commissioner of Education.

16 **(9) Advisory Council for Gifted and Talented Education:** Notwithstanding
17 KRS 158.648(1), a member of the State Advisory Council for Gifted and Talented
18 Education may be reappointed but shall not serve more than five consecutive terms.
19 Notwithstanding KRS 158.648(1), a member of the Kentucky Association for Gifted
20 Education shall be a voting member of the State Advisory Council for Gifted and
21 Talented Education.

22 **(10) School-Based Mental Health Services Providers:** Included in the above
23 General Fund appropriation is \$7,412,500 in each fiscal year to fund additional school-
24 based mental health services provider full-time equivalent positions on a reimbursement
25 basis. The Kentucky Center for School Safety, in consultation with the Office of the State
26 School Security Marshal, shall develop criteria to determine which districts shall receive
27 funding to meet the requirements of KRS 158.4416(3)(a). The criteria shall include:

- 1 (a) A local district's use of Medicaid funding to supplement General Fund;
- 2 (b) An equitable and balanced statewide distribution; and
- 3 (c) Any other criteria to support a trauma-informed approach in schools.

4 **(11) Redistribution of Resources:** Notwithstanding KRS 156.095, 156.553,
 5 156.555, 157.390, 158.070, 158.770, 158.775, 158.805, 161.027 to 161.030, 161.165, and
 6 161.167, no General Fund is provided for the Professional Development Program, the
 7 Commonwealth School Improvement Fund, the Leadership and Mentor Fund, the Middle
 8 School Academic Center, the Teacher's Professional Growth Fund, the Teacher
 9 Academies Program, the Writing Program, the Kentucky Principal Internship Program,
 10 the Kentucky Teacher Internship Program, and the Kentucky Academy for Equity in
 11 Teaching in order to increase funding for school-based mental health services providers.

12 **(12) Learning and Results Services Programs:** Included in the above General
 13 Fund appropriation are the following allocations for each fiscal year, but no portion of
 14 these funds shall be utilized for state-level administrative purposes:

- 15 (a) \$1,700,000 for AdvanceKentucky;
- 16 (b) \$1,200,000 for the Collaborative Center for Literacy Development;
- 17 (c) \$1,850,000 for the Community Education Program;
- 18 (d) \$23,916,300 for the Extended School Services Program;
- 19 (e) \$48,889,000 for the Family Resource and Youth Services Centers Program;
- 20 (f) \$6,208,400 for the Gifted and Talented Program;
- 21 (g) \$100,000 for the Hearing and Speech Center;
- 22 (h) \$100,000 for the Heuser Hearing and Language Academy;
- 23 (i) Notwithstanding KRS 154A.130(4), \$250,000 for the Jobs for America's
 24 Graduates Program;
- 25 (j) \$250,000 for the Kentucky Alliance of Boys & Girls Clubs;
- 26 (k) \$9,465,500 for the Kentucky Educational Collaborative for State Agency
 27 Children;

- 1 (l) \$1,391,000 for Local School District Life Insurance;
- 2 (m) \$5,019,000 for the Mathematics Achievement Fund;
- 3 (n) \$84,481,100 for the Preschool Program;
- 4 (o) \$15,936,600 for the Read to Achieve Program;
- 5 (p) \$1,300,000 for Save the Children;
- 6 (q) \$500,000 for Teach for America; and
- 7 (r) \$250,000 for the Visually Impaired Preschool Services Program.

8 **(13) Area Technology Center Authority:** Notwithstanding KRS 157.069, for the
 9 first year a local board of education assumes authority for the management and control of
 10 a state-operated secondary vocational education and technology center on or after the
 11 effective date of this Act, the locally operated center shall receive funding in an amount
 12 not less than 100 percent of the annual state General Fund appropriation allocated to the
 13 center for on-site direct costs for the budget year immediately preceding the transfer,
 14 including any amount allocated directly to the local district for use of district-owned
 15 facilities. In the second year, after the local board of education assumes authority of a
 16 state-operated center and annually thereafter, the center shall annually receive an amount
 17 not less than 75 percent of the amount allocated to it the previous year. The remaining 25
 18 percent of funds previously allocated to the center shall annually be allocated to locally
 19 operated secondary area centers and vocational departments that do not receive state
 20 supplemental funds under Part I, C., 3., (8) of this Act.

21 Notwithstanding KRS 156.844(1), if a state-operated secondary vocational
 22 education and technology center serves more than one school district, any agreement shall
 23 require the local board to continue to serve the additional school district or districts
 24 through an interlocal agreement.

25 Notwithstanding KRS 156.844(2) and (5), a certified employee who has earned
 26 continuing status in the state certified personnel system under KRS 156.800 to 156.860
 27 may be granted a continuing service contract as defined in KRS 161.720 upon transfer to

1 a local board of education; a principal who has earned continuing status prior to transfer
 2 may be granted a continuing service contract, but the provisions relating to demotion of
 3 the principal under KRS 161.765 shall apply; and a classified employee who has four
 4 years of continuous active service in the state certified personnel system under KRS
 5 156.800 to 156.860 at the time of transfer may be offered an employment contract at the
 6 time of transfer that shall be considered a continuing service contract as defined in KRS
 7 161.720 for a minimum of five complete school terms.

8 **TOTAL - DEPARTMENT OF EDUCATION**

	2020-21	2021-22
10 General Fund	3,976,080,500	4,038,518,500
11 Restricted Funds	46,161,800	43,161,800
12 Federal Funds	1,101,699,900	971,699,900
13 TOTAL	5,123,942,200	5,053,380,200

14 **D. EDUCATION AND WORKFORCE DEVELOPMENT CABINET**

15 **Budget Units**

16 **1. GENERAL ADMINISTRATION AND PROGRAM SUPPORT**

	2020-21	2021-22
18 General Fund (Tobacco)	1,400,000	1,400,000
19 General Fund	6,705,400	8,068,600
20 Restricted Funds	7,968,800	7,968,800
21 Federal Funds	11,146,500	11,146,500
22 TOTAL	27,220,700	28,583,900

23 **(1) Early Childhood Development:** Included in the above General Fund
 24 (Tobacco) appropriation is \$1,400,000 in each fiscal year for the Early Childhood
 25 Advisory Council.

26 **(2) Governor's Scholars Program:** Included in the above General Fund
 27 appropriation is \$1,758,700 in each fiscal year for the Governor's Scholars Program.

1 **(3) Governor's School for Entrepreneurs:** Included in the above General Fund
 2 appropriation is \$362,700 in each fiscal year for the Governor's School for Entrepreneurs.

3 **(4) Kentucky Center for Statistics:** Included in the above General Fund
 4 appropriation is \$1,200,000 in each fiscal year to sustain the State Longitudinal Data
 5 System. Included in the above General Fund appropriation is \$1,363,200 in fiscal year
 6 2021-2022 for the Workforce Data Quality Initiative and Supplemental Nutrition
 7 Assistance Program data collection and analysis.

8 **(5) The Hope Center:** Included in the above General Fund appropriation is
 9 \$100,000 in each fiscal year for the Hope Center.

10 **2. PROPRIETARY EDUCATION**

	2020-21	2021-22
12 Restricted Funds	331,900	331,900

13 **3. DEAF AND HARD OF HEARING**

	2020-21	2021-22
15 General Fund	970,200	970,200
16 Restricted Funds	1,178,200	1,178,200
17 TOTAL	2,148,400	2,148,400

18 **4. KENTUCKY EDUCATIONAL TELEVISION**

	2020-21	2021-22
20 General Fund	15,054,000	15,054,000
21 Restricted Funds	1,524,800	1,524,800
22 TOTAL	16,578,800	16,578,800

23 **5. ENVIRONMENTAL EDUCATION COUNCIL**

	2020-21	2021-22
25 Restricted Funds	506,900	506,900
26 Federal Funds	316,000	316,000
27 TOTAL	822,900	822,900

1 **(1) Environmental Education Council:** Notwithstanding KRS 224.43-
 2 505(2)(b), the Council may use interest received to support the operations of the Council.

3 **6. LIBRARIES AND ARCHIVES**

4 **a. General Operations**

	2020-21	2021-22
6 General Fund	4,747,100	6,247,100
7 Restricted Funds	3,161,400	1,661,400
8 Federal Funds	2,586,400	2,586,400
9 TOTAL	10,494,900	10,494,900

10 **b. Direct Local Aid**

	2020-21	2021-22
12 General Fund	4,329,600	4,329,600
13 Restricted Funds	1,046,900	1,046,900
14 TOTAL	5,376,500	5,376,500

15 **(1) Per Capita Grants:** Notwithstanding KRS 171.201, no General Fund is
 16 provided for non-construction state aid.

17 **(2) Public Libraries Facilities Construction:** Included in the above General
 18 Fund appropriation is \$4,329,600 in each fiscal year for the Public Libraries Facilities
 19 Construction Fund.

20 **TOTAL - LIBRARIES AND ARCHIVES**

	2020-21	2021-22
22 General Fund	9,076,700	10,576,700
23 Restricted Funds	4,208,300	2,708,300
24 Federal Funds	2,586,400	2,586,400
25 TOTAL	15,871,400	15,871,400

26 **7. WORKFORCE INVESTMENT**

	2020-21	2021-22
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1	General Fund	34,867,900	34,867,900
2	Restricted Funds	14,227,100	14,227,100
3	Federal Funds	502,294,700	502,294,700
4	TOTAL	551,389,700	551,389,700

5 **(1) Unemployment Compensation Administration Fund:** Notwithstanding
6 KRS 341.240 and 341.295, funds from the Unemployment Compensation Administration
7 Fund may be used in each fiscal year to support the Wagner-Peyser Program.

8 **(2) Lapse and Carry Forward of General Fund Appropriation:** Not less than
9 \$2,000,000 of unexpended Office of Adult Education funds in fiscal year 2019-2020 shall
10 lapse to the General Fund. Notwithstanding KRS 45.229, the General Fund balance for
11 the Office of Adult Education for fiscal year 2019-2020 and fiscal year 2020-2021 shall
12 not lapse and shall carry forward.

13 **(3) Cafeteria Service Contracts:** No state agency shall enter into any contract
14 with a nongovernmental entity for the operation of food services provided in the
15 cafeterias located in the Kentucky Transportation Cabinet office building and/or the
16 Cabinet for Human Resources office building in Frankfort unless the Office of Vocational
17 Rehabilitation has declined in writing to provide such services.

18 **(4) Adult Education:** Included in the above General Fund appropriation is
19 \$18,407,600 in each fiscal year for the Office of Adult Education.

20 **(5) Employer and Apprenticeship Services:** Included in the above General
21 Fund appropriation is \$581,100 in each fiscal year for the Office of Employer and
22 Apprenticeship Services. The Education and Workforce Development Cabinet shall
23 provide a report by December 1 of each year to the Interim Joint Committee on Education
24 detailing the use of these funds.

25 **TOTAL - EDUCATION AND WORKFORCE DEVELOPMENT CABINET**

26		2020-21	2021-22
27	General Fund (Tobacco)	1,400,000	1,400,000

1	General Fund	66,674,200	69,537,400
2	Restricted Funds	29,946,000	28,446,000
3	Federal Funds	516,343,600	516,343,600
4	TOTAL	614,363,800	615,727,000

E. ENERGY AND ENVIRONMENT CABINET

Budget Units

1. SECRETARY

		2020-21	2021-22
8			
9	General Fund	3,769,800	3,769,800
10	Restricted Funds	22,296,800	1,918,200
11	Federal Funds	1,337,000	1,337,000
12	TOTAL	27,403,600	7,025,000

13 **(1) Volkswagen Settlement:** Included in the above Restricted Funds
 14 appropriation is \$20,378,600 in fiscal year 2020-2021 to administer the Consent Decrees
 15 in Volkswagen "Clean Diesel" Marketing, Sales 14 Practices, and Products Liability
 16 litigation. Of this amount:

17 (a) \$8,521,700 shall be used to reimburse local school districts for 50 percent of
 18 the purchase cost to replace up to five school buses per district currently in daily use
 19 meeting the necessary criteria with a chassis year of 2001 or earlier. If these funds are
 20 insufficient to cover 50 percent of the purchase costs of districts that have requested
 21 reimbursement by June 1, 2021, the reimbursement shall be pro rata reduced;

22 (b) \$8,521,700 shall be transferred to the Office of Transportation Delivery to
 23 replace public transit buses meeting the necessary criteria. Priority shall be given to
 24 maximizing Federal Transit Grants;

25 (c) \$3,056,700 shall be used for the purchase of light-duty, zero-emission vehicle
 26 supply equipment meeting the necessary criteria. Recipients shall provide at least 50
 27 percent of matching funds per project; and

1 (d) \$278,500 may be used for administrative costs.

2 Notwithstanding Part III, 2. of this Act, unexpended Restricted Funds appropriated
3 in this subsection shall become available for expenditure in the 2020-2022 biennium.

4 **2. ADMINISTRATIVE SERVICES**

	2020-21	2021-22
5 General Fund	5,175,900	5,175,900
6 Restricted Funds	4,350,300	4,350,300
7 Federal Funds	1,278,000	1,278,000
8 TOTAL	10,804,200	10,804,200

10 **3. ENVIRONMENTAL PROTECTION**

	2019-20	2020-21	2021-22
11 General Fund	700,000	23,067,100	25,347,100
12 Restricted Funds	-0-	77,058,700	75,058,700
13 Federal Funds	-0-	24,427,800	24,427,800
14 Road Fund	-0-	320,900	320,900
15 TOTAL	700,000	124,874,500	125,154,500

17 **(1) Debt Service:** Included in the above General Fund appropriation is \$140,000
18 in fiscal year 2020-2021 and \$420,000 in fiscal year 2021-2022 for new debt service to
19 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

20 **4. NATURAL RESOURCES**

	2020-21	2021-22
21 General Fund (Tobacco)	3,386,800	3,423,400
22 General Fund	36,068,600	37,068,600
23 Restricted Funds	13,722,600	12,722,600
24 Federal Funds	59,074,400	59,074,400
25 TOTAL	112,252,400	112,289,000

27 **(1) Emergency Forest Fire Suppression:** Not less than \$2,500,000 of the above

1 General Fund appropriation in each fiscal year shall be set aside for emergency forest fire
 2 suppression. Any portion of the \$2,500,000 not expended for emergency forest fire
 3 suppression shall lapse to the General Fund at the end of each fiscal year. There is
 4 appropriated from the General Fund the necessary funds, subject to the conditions and
 5 procedures provided in this Act, which are required as a result of emergency fire
 6 suppression activities in excess of \$2,500,000 in each fiscal year. Fire suppression costs
 7 in excess of \$2,500,000 annually shall be deemed necessary government expenses and
 8 shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget
 9 Reserve Trust Fund Account (KRS 48.705).

10 **(2) Environmental Stewardship Program:** Included in the above General Fund
 11 (Tobacco) appropriation is \$2,479,500 in fiscal year 2020-2021 and \$2,516,100 in fiscal
 12 year 2021-2022 for the Environmental Stewardship Program.

13 **(3) Conservation District Local Aid:** Included in the above General Fund
 14 (Tobacco) appropriation is \$907,300 in each fiscal year for the Division of Conservation
 15 to provide direct aid to local conservation districts.

16 **(4) Mine Safety Specialists:** It is the intent of the General Assembly to fund
 17 Mine Safety Specialists with coal severance tax collections in the 2022-2024 fiscal
 18 biennium.

19 **(5) Mine Safety Specialist Vacancies:** No Mine Safety Specialist vacancies shall
 20 be filled in the 2020-2022 fiscal biennium.

21 **5. ENERGY POLICY**

	2020-21	2021-22
22 General Fund	361,300	861,300
23 Restricted Funds	1,031,900	531,900
24 Federal Funds	546,200	546,200
25 TOTAL	1,939,400	1,939,400

26 **6. KENTUCKY NATURE PRESERVES**

1		2020-21	2021-22
2	General Fund	1,253,600	1,253,600
3	Restricted Funds	2,065,800	2,065,800
4	Federal Funds	113,900	113,900
5	TOTAL	3,433,300	3,433,300

6 **7. PUBLIC SERVICE COMMISSION**

7		2020-21	2021-22
8	General Fund	16,656,600	16,656,600
9	Restricted Funds	721,600	721,600
10	Federal Funds	710,600	710,600
11	TOTAL	18,088,800	18,088,800

12 **(1) Lapse of General Fund Appropriation Balance:** Notwithstanding KRS
 13 278.150(3), \$7,185,200 in fiscal year 2020-2021 and \$7,185,200 in fiscal year 2021-2022
 14 shall lapse to the General Fund.

15 **(2) Kentucky State Board on Electric Generation and Transmission Siting:**
 16 Notwithstanding Part III, 2. of this Act, unexpended Restricted Funds appropriated for the
 17 purposes of administering KRS 278.700 to 278.716 shall become available for
 18 expenditure in the 2020-2022 biennium.

19 **TOTAL - ENERGY AND ENVIRONMENT CABINET**

20		2019-20	2020-21	2021-22
21	General Fund (Tobacco)	-0-	3,386,800	3,423,400
22	General Fund	700,000	86,352,900	90,132,900
23	Restricted Funds	-0-	121,247,700	97,369,100
24	Federal Funds	-0-	87,487,900	87,487,900
25	Road Fund	-0-	320,900	320,900
26	TOTAL	700,000	298,796,200	278,734,200

27 **F. FINANCE AND ADMINISTRATION CABINET**

1 **Budget Units**

2 **1. GENERAL ADMINISTRATION**

	2020-21	2021-22
4 General Fund	7,129,200	7,129,200
5 Restricted Funds	29,016,000	29,016,000
6 Road Fund	273,600	273,600
7 TOTAL	36,418,800	36,418,800

8 **(1) State Motor Vehicle Fleet:** The Secretary of the Finance and Administration
 9 Cabinet shall restrict permanently assigned vehicles to only Constitutional Officers, the
 10 Court of Justice, Executive Cabinet Secretaries, law enforcement, and those who are
 11 assigned vehicles for other public safety purposes. A report listing the recipients of
 12 permanently assigned vehicles from the State Motor Vehicle Fleet shall be submitted to
 13 the Interim Joint Committee on Appropriations and Revenue by August 1 of each fiscal
 14 year. The above General Fund appropriation shall be used to assist with development of
 15 this report. Should the report not be submitted timely, the entire above General Fund
 16 appropriation shall be forfeited and all remaining funds shall lapse to the General Fund.

17 **2. CONTROLLER**

	2020-21	2021-22
19 General Fund	5,576,700	5,576,700
20 Restricted Funds	14,352,700	14,352,700
21 TOTAL	19,929,400	19,929,400

22 **(1) Social Security Contingent Liability Fund:** Any expenditures that may be
 23 required by KRS 61.470 are hereby deemed necessary government expenses and shall be
 24 paid first from the General Fund Surplus Account (KRS 48.700), if available, or from any
 25 available balance in the Budget Reserve Trust Fund Account (KRS 48.705), subject to the
 26 conditions and procedures provided in this Act.

27 **3. INSPECTOR GENERAL**

1		2020-21	2021-22
2	General Fund	596,000	596,000
3	Restricted Funds	673,700	673,700
4	TOTAL	1,269,700	1,269,700

5 **4. DEBT SERVICE**

6		2020-21	2021-22
7	General Fund (Tobacco)	30,863,200	26,601,200
8	General Fund	491,964,100	455,532,000
9	TOTAL	522,827,300	482,133,200

10 **(1) General Fund (Tobacco) Debt Service Lapse:** Notwithstanding Part X, (4)
 11 of this Act, \$1,926,600 in fiscal year 2020-2021 and \$1,785,700 in fiscal year 2021-2022
 12 shall lapse to the General Fund.

13 **5. FACILITIES AND SUPPORT SERVICES**

14		2020-21	2021-22
15	General Fund	4,002,000	5,406,400
16	Restricted Funds	54,782,600	54,782,600
17	TOTAL	58,784,600	60,189,000

18 **(1) Debt Service:** Included in the above General Fund appropriation is \$533,000
 19 in fiscal year 2020-2021 and \$1,964,000 in fiscal year 2021-2022 for new debt service to
 20 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

21 **6. COUNTY COSTS**

22		2019-20	2020-21	2021-22
23	General Fund	2,800,000	19,743,500	19,743,500
24	Restricted Funds	-0-	1,702,500	1,702,500
25	TOTAL	2,800,000	21,446,000	21,446,000

26 **(1) County Costs:** Funds required to pay county costs are appropriated and
 27 additional funds may be allotted from the General Fund Surplus Account (KRS 48.700)

1 or the Budget Reserve Trust Fund Account (KRS 48.705) by the Secretary of the Finance
 2 and Administration Cabinet, subject to the conditions and procedures provided in this
 3 Act.

4 **(2) Reimbursement to Sheriffs’ Offices for Court Security Services:**
 5 Notwithstanding KRS 64.092(6), the sheriff or other law enforcement officer serving a
 6 Circuit or District Court shall be compensated at the rate of \$9 per hour of service.

7 **(3) Sheriffs’ Expense Allowance:** Notwithstanding KRS 70.170, each sheriff
 8 performing the duties required under the provisions of KRS 70.150 shall be allowed the
 9 amount of \$2,400 annually, payable out of the State Treasury at the rate of \$200 per
 10 month for such services in the 2020-2022 fiscal biennium.

11 **7. COMMONWEALTH OFFICE OF TECHNOLOGY**

	2020-21	2021-22
13 Restricted Funds	134,891,600	134,891,600
14 Federal Funds	150,400	150,400
15 TOTAL	135,042,000	135,042,000

16 **(1) Computer Services Fund Receipts:** The Secretary of the Finance and
 17 Administration Cabinet shall provide a listing of fee receipts from the Executive, Judicial,
 18 and Legislative Branches of government itemized by appropriation units, cost allocation
 19 methodology, and a report detailing the rebate of excess fee receipts to the agencies to the
 20 Interim Joint Committee on Appropriations and Revenue by August 1 of each fiscal year.

21 **(2) Service Rates:** Notwithstanding KRS 45.253(6), the Commonwealth Office
 22 of Technology shall maintain the rate schedule in effect in fiscal year 2019-2020 for
 23 services rendered or materials furnished during the 2020-2022 fiscal biennium, unless the
 24 services or materials are required by law to be furnished gratuitously. Enterprise
 25 assessments and security assessments not directly related to specific rated services shall
 26 not exceed fiscal year 2019-2020 levels.

27 **8. REVENUE**

1	2020-21	2021-22
2 General Fund (Tobacco)	250,000	250,000
3 General Fund	99,714,100	99,714,100
4 Restricted Funds	13,091,800	13,091,800
5 Road Fund	3,773,800	3,773,800
6 TOTAL	116,829,700	116,829,700

7 **(1) Operations of Revenue:** Notwithstanding KRS 132.672, 134.552(2),
 8 136.652, and 365.390(2), funds may be expended in support of the operations of the
 9 Department of Revenue.

10 **(2) State Enforcement:** Notwithstanding KRS 248.654 and 248.703(4), a total of
 11 \$250,000 of the Tobacco Settlement payments received in each fiscal year is appropriated
 12 to the Finance and Administration Cabinet, Department of Revenue for the state's diligent
 13 enforcement of noncompliant nonparticipating manufacturers.

14 **9. PROPERTY VALUATION ADMINISTRATORS**

15	2020-21	2021-22
16 General Fund	56,446,700	56,446,700
17 Restricted Funds	3,500,000	3,500,000
18 TOTAL	59,946,700	59,946,700

19 **(1) Management of Expenditures:** Notwithstanding KRS 132.590 and 132.597,
 20 the property valuation administrators are authorized to take necessary actions to manage
 21 expenditures within the appropriated amounts contained in this Act.

22 **(2) Property Valuation Administrators' Expense Allowance:** Notwithstanding
 23 KRS 132.597, each property valuation administrator shall receive an expense allowance
 24 of \$2,400 annually, payable out of the State Treasury at the rate of \$200 per month in the
 25 2020-2022 fiscal biennium.

26 **(3) Salary Increment:** Notwithstanding KRS 132.590, no increment is provided
 27 on the base salary or wages of each eligible property valuation administrator.

1 **TOTAL - FINANCE AND ADMINISTRATION CABINET**

2		2019-20	2020-21	2021-22
3	General Fund (Tobacco)	-0-	31,113,200	26,851,200
4	General Fund	2,800,000	685,172,300	650,144,600
5	Restricted Funds	-0-	252,010,900	252,010,900
6	Federal Funds	-0-	150,400	150,400
7	Road Fund	-0-	4,047,400	4,047,400
8	TOTAL	2,800,000	972,494,200	933,204,500

9 **G. HEALTH AND FAMILY SERVICES CABINET**

10 **Budget Units**

11 **1. GENERAL ADMINISTRATION AND PROGRAM SUPPORT**

12		2020-21	2021-22
13	General Fund	10,323,200	10,721,200
14	Restricted Funds	49,866,200	49,866,200
15	Federal Funds	48,932,500	48,932,500
16	TOTAL	109,121,900	109,519,900

17 **(1) Debt Service:** Included in the above General Fund appropriation is \$199,000
 18 in fiscal year 2020-2021 and \$597,000 in fiscal year 2021-2022 for new debt service to
 19 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

20 **(2) Human Services Transportation Delivery:** Notwithstanding KRS 281.010,
 21 the Kentucky Works Program shall not participate in the Human Services Transportation
 22 Delivery Program or the Coordinated Transportation Advisory Committee.

23 **(3) Federally Funded Positions:** Notwithstanding KRS 18A.010(2) and any
 24 provisions of this Act to the contrary, direct service units of the Office of Inspector
 25 General, Department for Income Support, Office for Children with Special Health Care
 26 Needs, Department for Community Based Services, Department for Behavioral Health,
 27 Developmental and Intellectual Disabilities, Family Resource Centers and Volunteer

1 Services, Department for Aging and Independent Living, and the Department for Public
 2 Health shall be authorized to establish and fill such positions that are 100 percent
 3 federally funded for salary and fringe benefits.

4 **(4) Kentucky All Schedule Prescription Electronic Reporting (KASPER)**

5 **System:** In accordance with the appropriation as set forth in Part II, G., 1., 002. of this
 6 Act, the Cabinet for Health and Family Services shall issue a Request for Proposals to
 7 determine if a vendor can provide a system that is a scalable, cloud-based solution and is
 8 capable of best practices, including analytics and administrative dashboards, that also
 9 enables critical communications between practitioners, administrators, and doctors, and
 10 readily bridges patient transition directly to treatment. The Cabinet may include
 11 additional requirements for system functionalities that may improve the implementation
 12 of a new KASPER program.

13 **(5) Special Olympics:** Included in the above General Fund appropriation is
 14 \$50,000 in each fiscal year to support the operations of Special Olympics Kentucky.

15 **2. OFFICE FOR CHILDREN WITH SPECIAL HEALTH CARE NEEDS**

	2020-21	2021-22
16		
17	General Fund	3,863,100
18	Restricted Funds	11,439,500
19	Federal Funds	4,551,800
20	TOTAL	19,854,400

21 **3. MEDICAID SERVICES**

22 **a. Medicaid Administration**

	2020-21	2021-22
23		
24	General Fund	59,304,800
25	Restricted Funds	10,547,500
26	Federal Funds	165,853,300
27	TOTAL	235,705,600

1 **(1) Transfer of Excess Administrative Funds for Medicaid Benefits:** If any
2 portion of the above General Fund appropriation in either fiscal year is deemed to be in
3 excess of the necessary expenses for administration of the Department, the amount may
4 be used for Medicaid Benefits in accordance with statutes governing the functions and
5 activities of the Department for Medicaid Services. In no instance shall these excess
6 funds be used without prior written approval of the State Budget Director to:

- 7 (a) Establish a new program;
- 8 (b) Expand the services of an existing program; or
- 9 (c) Increase rates or payment levels in an existing program.

10 Any transfer authorized under this subsection shall be approved by the Secretary of
11 the Finance and Administration Cabinet upon recommendation of the State Budget
12 Director.

13 **(2) Medicaid Service Category Expenditure Information:** No Medicaid
14 managed care contract shall be valid and no payment to a Medicaid managed care vendor
15 by the Finance and Administration Cabinet or the Cabinet for Health and Family Services
16 shall be made, unless the Medicaid managed care contract contains a provision that the
17 contractor shall collect Medicaid expenditure data by the categories of services paid for
18 by the Medicaid Program. Actual statewide Medicaid expenditure data by all categories
19 of Medicaid services, including mandated and optional Medicaid services, special
20 expenditures/offsets, and Disproportionate Share Hospital payments by type of hospital,
21 shall be compiled by the Department for Medicaid Services for all Medicaid providers
22 and forwarded to the Interim Joint Committee on Appropriations and Revenue on a
23 quarterly basis. Projections of Medicaid expenditures by categories of Medicaid services
24 shall be provided to the Interim Joint Committee on Appropriations and Revenue upon
25 request.

26 **b. Medicaid Benefits**

27

2020-21

2021-22

1	General Fund	2,002,581,200	2,002,581,200
2	Restricted Funds	820,676,300	820,676,300
3	Federal Funds	9,368,265,900	9,368,265,900
4	TOTAL	12,191,523,400	12,191,523,400

5 **(1) Transfer of Medicaid Benefits Funds:** Any portion of the General Fund
6 appropriation in either fiscal year that is deemed to be necessary for the administration of
7 the Medicaid Program may be transferred from the Medicaid Benefits budget unit to the
8 Medicaid Administration budget unit in accordance with statutes governing the functions
9 and activities of the Department for Medicaid Services. The Secretary shall recommend
10 any proposed transfer to the State Budget Director for approval prior to transfer. Such
11 action shall be reported by the Cabinet for Health and Family Services to the Interim Joint
12 Committee on Appropriations and Revenue.

13 **(2) Intergovernmental Transfers (IGTs):** Any funds received through an
14 Intergovernmental Transfer (IGT) agreement between the Department for Medicaid
15 Services and other governmental entities, in accordance with a federally approved State
16 Plan amendment, shall be used to provide for the health and welfare of the citizens of the
17 Commonwealth through the provision of Medicaid Benefits. Revenues from IGTs are
18 contingent upon agreement by the parties, including but not limited to the Cabinet for
19 Health and Family Services, Department for Medicaid Services, and the appropriate
20 providers. The Secretary of the Cabinet for Health and Family Services shall make the
21 appropriate interim appropriations increase requests pursuant to KRS 48.630.

22 **(3) Medicaid Benefits Budget Deficit:** If Medicaid Benefits expenditures are
23 projected to exceed available funds, the Secretary of the Cabinet for Health and Family
24 Services may recommend and implement that reimbursement rates, optional services,
25 eligibles, or programs be reduced or maintained at levels existing at the time of the
26 projected deficit in order to avoid a budget deficit. The projected deficit shall be
27 confirmed and approved by the Office of State Budget Director. No rate, service, eligible,

1 or program reductions shall be implemented by the Cabinet for Health and Family
2 Services without written notice of such action to the Interim Joint Committee on
3 Appropriations and Revenue and the State Budget Director. Such actions taken by the
4 Cabinet for Health and Family Services shall be reported, upon request, at the next
5 meeting of the Interim Joint Committee on Appropriations and Revenue.

6 **(4) Kentucky Access Fund:** Notwithstanding KRS 304.17B-021, funds are
7 transferred from this source to Medicaid Benefits in each fiscal year.

8 **(5) Disproportionate Share Hospital (DSH) Program:** Hospitals shall report
9 the uncompensated care for which, under federal law, the hospital is eligible to receive
10 disproportionate share payments. Disproportionate share payments shall equal the
11 maximum amounts established under federal law.

12 **(6) Medicaid Pharmacy:** Notwithstanding KRS 205.6312(4), a pharmacy
13 provider participating in the Medical Assistance Program or a pharmacy provider serving
14 Kentucky Medicaid recipients through a Medicaid Managed Care Organization shall not
15 be required to serve an eligible recipient if the recipient does not make the required
16 copayment at the time of service. An exception to this provision shall be an encounter
17 when a recipient presents a condition which could result in harm to the recipient if left
18 untreated, in which case the pharmacist shall dispense a 72-hour emergency supply of the
19 required medicine. The recipient may then return to the pharmacy with the necessary
20 copayment to obtain the remainder of the prescription. Only one dispensing fee shall be
21 paid by the Cabinet for the provision of both the emergency supply and the remainder of
22 the prescription. The Medicaid Managed Care Organization shall determine its policies
23 with respect to dispensing fees.

24 **(7) Hospital Indigent Patient Billing:** Hospitals shall not bill patients for
25 services if the services have been reported to the Cabinet and the hospital has received
26 disproportionate share payments for the specific services.

27 **(8) Provider Tax Information:** Any provider who posts a sign or includes

1 information on customer receipts or any material distributed for public consumption
2 indicating that it has paid provider tax shall also post, in the same size typeset as the
3 provider tax information, the amount of payment received from the Department for
4 Medicaid Services during the same period the provider tax was paid. Providers who fail
5 to meet this requirement shall be excluded from the Disproportionate Share Hospital and
6 Medicaid Programs. The Cabinet for Health and Family Services shall include this
7 provision in facilities' annual licensure inspections.

8 **(9) Medicaid Budget Analysis Reports:** The Department for Medicaid Services
9 shall submit a quarterly budget analysis report to the Interim Joint Committee on
10 Appropriations and Revenue no later than 75 days after the quarter's end. The report shall
11 provide monthly detail of actual expenditures, eligibles, and average monthly cost per
12 eligible by eligibility category along with current trailing 12-month averages for each of
13 these figures. The report shall also provide actual figures for all categories of noneligible-
14 specific expenditures such as Supplemental Medical Insurance premiums, Kentucky
15 Patient Access to Care, nonemergency transportation, drug rebates, cost settlements, and
16 Disproportionate Share Hospital payments by type of hospital. The report shall compare
17 the actual expenditure experience with those underlying the enacted or revised enacted
18 budget and explain any significant variances which may occur.

19 **(10) Medicaid Managed Care Organization Reporting:** Except as provided by
20 KRS 61.878, all records and correspondence relating to Kentucky Medicaid, revenues
21 derived from Kentucky Medicaid funds, and expenditures utilizing Kentucky Medicaid
22 funds of a Medicaid managed care company operating within the Commonwealth shall be
23 subject to the Kentucky Open Records Act, KRS 61.870 to 61.884. All records and
24 correspondence relating to Medicaid specifically prohibited from disclosure by the federal
25 Health Insurance Portability and Accountability Act privacy rules shall not be provided
26 under this Act.

27 No later than 60 days after the end of a quarter, each Medicaid managed care

1 company operating within the Commonwealth shall prepare and submit to the
2 Department for Medicaid Services sufficient information to allow the department to meet
3 the following requirements 90 days after the end of the quarter. The Department shall
4 forward to the Legislative Research Commission Budget Review Office a quarterly report
5 detailing monthly actual expenditures by service category, monthly eligibles, and average
6 monthly cost per eligible for Medicaid and the Kentucky Children's Health Insurance
7 Program (KCHIP) along with current trailing 12-month averages for each of these figures.
8 The report shall also provide actual figures for other categories such as pharmacy rebates
9 and reinsurance. Finally, the Department shall include in this report the most recent
10 information or report available regarding the amount withheld to meet Department of
11 Insurance reserve requirements, and any distribution of moneys received or retained in
12 excess of these reserve requirements.

13 **(11) Critical Access Hospitals:** Beginning with the effective date of this Act
14 through June 30, 2022, no acute care hospital shall convert to a critical access hospital
15 unless the hospital has either received funding for a feasibility study from the Kentucky
16 State Office of Rural Health or filed a written request by January 1, 2020, with the
17 Kentucky State Office of Rural Health requesting funding for conducting a feasibility
18 study.

19 **(12) Appeals:** An appeal from denial of a service or services provided by a
20 Medicaid managed care organization for medical necessity, or denial, limitation, or
21 termination of a health care service in a case involving a medical or surgical specialty or
22 subspecialty, shall, upon request of the recipient, authorized person, or provider, include a
23 review by a board-eligible or board-certified physician in the appropriate specialty or
24 subspecialty area; except in the case of a health care service rendered by a chiropractor or
25 optometrist, for which the denial shall be made respectively by a chiropractor or
26 optometrist duly licensed in Kentucky as specified in KRS 304.17A-607(1)(b). The
27 physician reviewer shall not have participated in the initial review and denial of service

1 and shall not be the provider of the service or services under consideration in the appeal.

2 **(13) Medicaid Prescription Benefits Reporting:** Notwithstanding KRS 205.647,
3 the Department for Medicaid Services shall submit a report to the Interim Joint
4 Committee on Appropriations and Revenue and the Medicaid Oversight and Advisory
5 Committee by December 1 of each fiscal year on the dispensing of prescription
6 medications to persons eligible under KRS 205.560. The report shall include:

7 (a) The total Medicaid dollars paid to the state pharmacy benefit manager by a
8 managed care organization;

9 (b) The total amount of Medicaid dollars paid to the state pharmacy benefit
10 manager by a managed care organization which were not subsequently paid to a pharmacy
11 licensed in Kentucky;

12 (c) The average reimbursement by drug ingredient cost, dispensing fee, and any
13 other fee paid by the state pharmacy benefit manager to licensed pharmacies with which
14 the state pharmacy benefit manager shares common ownership, management, or control;
15 or which are owned, managed, or controlled by any of the state pharmacy benefit
16 manager's management companies, parent companies, subsidiary companies, jointly held
17 companies, or companies otherwise affiliated by a common owner, manager, or holding
18 company; or which share any common members on the board of directors; or which share
19 managers in common;

20 (d) The average reimbursement by drug ingredient cost, dispensing fee, or any
21 other fee paid by the state pharmacy benefit manager to pharmacies licensed in Kentucky
22 which operate ten locations, ten or fewer locations, or ten or more locations; and

23 (e) All common ownership, management, common members of a board of
24 directors, shared managers, or control of the state pharmacy benefit manager, or any of
25 the state pharmacy benefit manager's management companies, parent companies,
26 subsidiary companies, jointly held companies, or companies otherwise affiliated by a
27 common owner, manager, or holding company with any managed care organization

1 contracted to administer Kentucky Medicaid benefits, any entity which contracts on
 2 behalf of a pharmacy, or any pharmacy services administration organization, or any
 3 common ownership management, common members of a board of directors, shared
 4 managers, or control of a pharmacy services administration organization that is contracted
 5 with the state pharmacy benefit manager, with any drug wholesaler or distributor or any
 6 of the pharmacy services administration organizations, management companies, parent
 7 companies, subsidiary companies, jointly held companies, or companies otherwise
 8 affiliated by a common owner, common members of a board of directors, manager, or
 9 holding company.

10 **(14) Kentucky Children's Health Insurance Program (KCHIP):** Included in the
 11 above appropriation is \$46,453,100 in General Fund, \$500,000 in Restricted Funds, and
 12 \$234,638,800 in Federal Funds in each fiscal year to support the continuation of KCHIP
 13 services.

14 **(15) Supports for Community Living Waiver Program Rates:** If the Supports
 15 for Community Living Waiver Program experiences a material change in funding based
 16 upon a new or amended waiver that is approved by the Centers for Medicare and
 17 Medicaid Services, the Department for Medicaid Services may adjust the upper payment
 18 limit amount for a Supports for Community Living Waiver Program service as long as the
 19 upper payment limit for each service is not less than the upper payment limit in effect on
 20 January 1, 2020.

21 **(16) Substance Abuse Treatment for Incarcerated Individuals - Medicaid**
 22 **Demonstration Waiver:** Within ninety days after the effective date of this Act, the
 23 Department for Medicaid Services shall develop and submit an application for a Section
 24 1115 demonstration waiver under 42 U.S.C. sec. 1315 to provide Medicaid coverage for
 25 substance use disorder treatment, including peer support services, to individuals
 26 incarcerated for a conviction under KRS Chapter 218A. Upon approval of the waiver, the
 27 cost of treatment for a substance use disorder or patient navigation provided by a licensed

1 clinical social worker shall be a covered Medicaid benefit for an incarcerated individual.

2 **TOTAL - MEDICAID SERVICES**

3		2020-21	2021-22
4	General Fund	2,061,886,000	2,061,886,000
5	Restricted Funds	831,223,800	831,223,800
6	Federal Funds	9,534,119,200	9,534,119,200
7	TOTAL	12,427,229,000	12,427,229,000

8 **4. BEHAVIORAL HEALTH, DEVELOPMENTAL AND INTELLECTUAL**
 9 **DISABILITIES**

10		2020-21	2021-22
11	General Fund (Tobacco)	1,916,000	1,916,000
12	General Fund	171,573,900	174,363,900
13	Restricted Funds	187,519,500	185,519,500
14	Federal Funds	70,602,900	70,602,900
15	TOTAL	431,612,300	432,402,300

16 **(1) Disproportionate Share Hospital Funds:** Pursuant to KRS 205.640(3)(a)2.,
 17 mental health disproportionate share funds are budgeted at the maximum amounts
 18 permitted by Section 1923(h) of the Social Security Act. Upon publication in the Federal
 19 Register of the Annual Institutions for Mental Disease (IMD) Disproportionate Share
 20 Hospital (DSH) limit, 92.3 percent of the federal IMD DSH limit goes to the state-
 21 operated mental hospitals. If there are remaining funds within the psychiatric pool after
 22 all private psychiatric hospitals reach their hospital-specific DSH limit, state mental
 23 hospitals may exceed the 92.3 percent limit but may not exceed their hospital-specific
 24 DSH limit.

25 **(2) Lease Payments for Eastern State Hospital:** Included in the above General
 26 Fund appropriation is \$11,256,700 in fiscal year 2020-2021 and \$11,258,200 in fiscal
 27 year 2021-2022 to make lease payments to the Lexington-Fayette Urban County

1 Government to retire its debt for the construction of the new facility.

2 **(3) Tobacco Settlement Funds:** Included in the above General Fund (Tobacco)
3 appropriation is \$1,416,000 in each fiscal year for substance abuse prevention and
4 treatment for pregnant women with a history of substance abuse problems.

5 **(4) Debt Service:** Included in the above General Fund appropriation is \$275,000
6 in fiscal year 2020-2021 and \$1,065,000 in fiscal year 2021-2022 for new debt service to
7 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

8 **(5) Kentucky Rural Mental Health and Suicide Prevention Pilot Program:**
9 Included in the above General Fund (Tobacco) appropriation is \$500,000 in each fiscal
10 year to support the Kentucky Rural Mental Health and Suicide Prevention pilot program.
11 The Department for Behavioral Health, Developmental and Intellectual Disabilities shall
12 coordinate with the Kentucky Department of Agriculture, the University of Kentucky
13 Southeast Center for Agricultural Health and Injury Prevention, and other entities to
14 enhance awareness of the National Suicide Prevention Lifeline (988) in rural
15 communities in Kentucky and to improve access to information on mental health issues
16 and available treatment services. The Department for Behavioral Health, Developmental
17 and Intellectual Disabilities shall provide cultural competency training to staff to address
18 the unique mental health challenges affecting the state's rural communities. The
19 Department for Behavioral Health, Developmental and Intellectual Disabilities shall also
20 provide outreach, treatment, and other necessary services to improve the mental health
21 outcomes of rural communities in Kentucky. The Department for Behavioral Health,
22 Developmental and Intellectual Disabilities, in conjunction with the Kentucky
23 Department of Agriculture and the University of Kentucky Southeast Center for
24 Agricultural Health and Injury Prevention, shall apply for federal funds as provided by the
25 Agriculture Improvement Act of 2018, 7 U.S.C. sec. 5936, to supplement the General
26 Fund (Tobacco) appropriation provided above. The Cabinet for Health and Family
27 Services shall submit a report on the results of the pilot program, including but not

1 limited to the number of participants, the mental health issues addressed, and the funding
 2 used to the Interim Joint Committee on Appropriations and Revenue and the Interim Joint
 3 Committee on Agriculture by June 30, 2021.

4 **(6) The Healing Place:** Included in the above General Fund appropriation is
 5 \$900,000 in each fiscal year to support direct services to clients provided by The Healing
 6 Place.

7 **(7) Regional Mental Health/Mental Retardation Boards Retirement Cost:**
 8 Included in the above General Fund appropriation is \$23,274,100 in each fiscal year for
 9 Regional Mental Health/Mental Retardation Boards to assist them with employer
 10 contributions for the Kentucky Employees Retirement System. In July and January of
 11 each year, the Department for Behavioral Health, Developmental and Intellectual
 12 Disabilities shall obtain the total creditable compensation reported by each Regional
 13 Mental Health/Mental Retardation Board to the Kentucky Retirement System and utilize
 14 that number to determine how much of this total appropriation shall be distributed to each
 15 Regional Mental Health/Mental Retardation Board. Payments to the Mental
 16 Health/Mental Retardation Boards shall be made on September 1 and April 1 of each
 17 fiscal year.

18 **5. PUBLIC HEALTH**

	2019-20	2020-21	2021-22
19			
20	General Fund (Tobacco)	-0-	11,873,100
21	General Fund	300,000	78,915,500
22	Restricted Funds	-0-	87,388,300
23	Federal Funds	-0-	191,400,300
24	TOTAL	300,000	369,577,200

25 **(1) Tobacco Settlement Funds:** Included in the above General Fund (Tobacco)
 26 appropriation is \$7,000,000 in each fiscal year for the Health Access Nurturing
 27 Development Services (HANDS) Program, \$942,000 in each fiscal year for Healthy Start

1 initiatives, \$942,000 in each fiscal year for Early Childhood Mental Health, \$989,100 in
2 each fiscal year for Early Childhood Oral Health, and \$2,000,000 in each fiscal year for
3 Smoking Cessation.

4 **(2) Local and District Health Department Retirement Cost:** Included in the
5 above General Fund appropriation is \$25,394,600 in each fiscal year for Local and
6 District Health Departments to assist them with employer contributions for the Kentucky
7 Employees Retirement System. In July and January of each year, the Department for
8 Public Health shall obtain the total creditable compensation reported by each Local and
9 District Health Department Board to the Kentucky Retirement System and utilize that
10 number to determine how much of this total appropriation shall be distributed to each
11 department. Payments to the Local and District Health Departments shall be made on
12 September 1 and April 1 of each fiscal year.

13 **(3) Local and District Health Department Fees:** Notwithstanding KRS 211.170
14 and 211.180, local and district health departments shall retain 90 percent of the fees
15 collected for delivering foundational public health program services to fund the costs of
16 operations, services, and the employer contributions for the Kentucky Employees
17 Retirement System.

18 **(4) Kentucky Poison Control Center and COVID-19 Hotline:** Included in the
19 above General Fund appropriation is \$300,000 in fiscal year 2019-2020, and \$1,850,000
20 in fiscal year 2020-2021 for the Kentucky Poison Control Center and COVID-19 Hotline.
21 If federal emergency relief funds become available for COVID-19-related poison control
22 expenditures, those Federal Funds shall be used first to support the Kentucky Poison
23 Control Center and COVID-19 Hotline, and any unexpended General Fund balance from
24 the appropriations set forth in this subsection shall lapse to the General Fund.

25 **(5) Kentucky Colon Cancer Screening Program:** Included in the above General
26 Fund appropriation is \$500,000 in each fiscal year to support the Kentucky Colon Cancer
27 Screening Program.

1 **(6) Kentucky Pediatric Cancer Research Trust Fund:** Included in the above
 2 General Fund appropriation is \$2,500,000 in each fiscal year to the Kentucky Pediatric
 3 Cancer Research Trust Fund for general pediatric cancer research and support of
 4 expansion of clinical trials at the University of Kentucky and the University of Louisville.

5 **(7) Folic Acid Program:** General Fund (Tobacco) continuing appropriation
 6 reserves allotted to the Folic Acid Program shall be utilized by the Department for Public
 7 Health during the 2020-2022 fiscal biennium to continue the Folic Acid Program.

8 **6. FAMILY RESOURCE CENTERS AND VOLUNTEER SERVICES**

	2020-21	2021-22
9		
10 General Fund	11,348,900	11,348,900
11 Federal Funds	7,053,300	7,053,300
12 TOTAL	18,402,200	18,402,200

13 **(1) Family Resource and Youth Services Centers Funds:** No more than three
 14 percent of the total funds transferred from the Department of Education to the Family
 15 Resource and Youth Services Centers, as consistent with KRS 156.496, shall be used for
 16 administrative purposes in each fiscal year.

17 If 70 percent or more of the funding level provided by the state is utilized to support
 18 the salary of the director of a Family Resource and Youth Services Center, that center
 19 shall provide a report to the Cabinet for Health and Family Services and the State Budget
 20 Director identifying the salary of the director. The Cabinet for Health and Family Services
 21 shall transmit any reports received from Family Resource and Youth Services Centers
 22 pursuant to this paragraph to the Legislative Research Commission.

23 **7. INCOME SUPPORT**

	2020-21	2021-22
24		
25 General Fund	13,616,600	13,616,600
26 Restricted Funds	11,053,500	11,053,500
27 Federal Funds	90,521,000	90,521,000

1	TOTAL	115,191,100	115,191,100
2	8. COMMUNITY BASED SERVICES		
3		2020-21	2021-22
4	General Fund (Tobacco)	12,250,000	12,660,500
5	General Fund	505,418,400	505,418,400
6	Restricted Funds	202,178,300	202,178,300
7	Federal Funds	650,431,100	650,431,100
8	TOTAL	1,370,277,800	1,370,688,300

9 **(1) Tobacco Settlement Funds:** Included in the above General Fund (Tobacco)
10 appropriation is \$9,750,000 in each fiscal year for the Early Childhood Development
11 Program. Included in the above General Fund (Tobacco) appropriation is \$2,500,000 in
12 fiscal year 2020-2021 and \$2,910,500 in fiscal year 2021-2022 for the Early Childhood
13 Adoption and Foster Care Supports Program.

14 **(2) Contracted Entities Retirement Cost:** Included in the above General Fund
15 appropriation is \$1,498,900 in each fiscal year for domestic violence shelters, rape crisis
16 centers, and child advocacy centers to assist them with employer contribution rates for the
17 Kentucky Employees Retirement System. In the interim, the contracted entities shall
18 evaluate the feasibility of continued participation in the Kentucky Employees Retirement
19 System as provided in KRS 61.522.

20 **(3) Fostering Success:** Included in the above General Fund appropriation is
21 \$500,000 in each fiscal year for the Fostering Success Program. The Cabinet for Health
22 and Family Services shall submit a report containing the results of the program, including
23 but not limited to the number of participants, number and type of job placements, job
24 training provided, and any available information pertaining to individual outcomes to the
25 Interim Joint Committee on Appropriations and Revenue by July 1 of each fiscal year.

26 **(4) Relative Placement Support Benefit:** Included in the above General Fund
27 appropriation is \$1,000,000 in each fiscal year for start-up costs associated with placing

1 children with non-parental relatives.

2 **(5) Domestic Violence Shelters:** Included in the above General Fund
 3 appropriation is \$500,000 in each fiscal year for operational costs.

4 **(6) Rape Crisis Centers:** Included in the above General Fund appropriation is
 5 \$500,000 in each fiscal year for operational costs.

6 **(7) Dually Licensed Pediatric Facilities:** Included in the above General Fund
 7 appropriation is \$550,000 in each fiscal year to provide supplemental payments to dually
 8 licensed pediatric facilities for emergency shelter services for children.

9 **(8) Child Care Assistance Program:** Included in the above General Fund
 10 appropriation is \$10,600,000 in each fiscal year to provide services to families at or
 11 below 160 percent of the federal poverty level as determined annually by the U.S.
 12 Department of Health and Human Services.

13 **(9) Family Counseling and Trauma Remediation:** Included in the above
 14 General Fund appropriation is \$50,000 in each fiscal year to provide forensic interviews,
 15 family counseling, and trauma remediation services primarily in Jefferson County and
 16 surrounding Kentucky counties.

17 **(10) Child Advocacy Centers:** Included in the above General Fund appropriation
 18 is \$500,000 in each fiscal year to support the operations of the child advocacy centers.

19 **(11) Family Scholar House:** Included in the above General Fund appropriation is
 20 \$1,000,000 in each fiscal year to support the operations of the Family Scholar House.

21 **(12) Mental Illness or Intellectual Disability Supplemental Payments:** Included
 22 in the above General Fund appropriation is \$2,200,000 in each fiscal year to support an
 23 increase in the reimbursements provided to personal care homes which provide services
 24 to individuals diagnosed with a mental illness or intellectual disability.

25 **9. AGING AND INDEPENDENT LIVING**

26	2020-21	2021-22	
27	General Fund	45,269,700	45,269,700

1	Restricted Funds	2,816,700	2,816,700
2	Federal Funds	24,826,500	24,826,500
3	TOTAL	72,912,900	72,912,900

4 **(1) Local Match Requirements:** Notwithstanding KRS 205.460, entities
5 contracting with the Cabinet for Health and Family Services to provide essential services
6 under KRS 205.455 and 205.460 shall provide local match equal to or greater than the
7 amount in effect during fiscal year 2019-2020. Local match may include any combination
8 of materials, commodities, transportation, office space, personal services, or other types
9 of facility services or funds. The Secretary of the Cabinet for Health and Family Services
10 shall prescribe the procedures to certify the local match compliance.

11 **10. HEALTH DATA AND ANALYTICS**

12		2020-21	2021-22
13	General Fund	481,400	481,400
14	Restricted Funds	7,078,900	7,078,900
15	Federal Funds	3,635,200	3,635,200
16	TOTAL	11,195,500	11,195,500

17 **(1) Kentucky Access Fund:** Notwithstanding KRS 304.17B-021, funds from this
18 source are transferred to the Health Benefit Exchange in each fiscal year.

19 **TOTAL - HEALTH AND FAMILY SERVICES CABINET**

20		2019-20	2020-21	2021-22
21	General Fund (Tobacco)	-0-	26,039,100	26,449,600
22	General Fund	300,000	2,902,696,700	2,906,784,700
23	Restricted Funds	-0-	1,390,564,700	1,386,564,700
24	Federal Funds	-0-	10,626,073,800	10,626,073,800
25	TOTAL	300,000	14,945,374,300	14,945,872,800

26 **H. JUSTICE AND PUBLIC SAFETY CABINET**

27 **Budget Units**

1 **1. JUSTICE ADMINISTRATION**

	2020-21	2021-22
2		
3 General Fund (Tobacco)	3,516,600	3,516,600
4 General Fund	31,925,600	31,925,600
5 Restricted Funds	6,828,600	6,828,600
6 Federal Funds	45,119,800	45,119,800
7 TOTAL	87,390,600	87,390,600

8 **(1) Operation UNITE:** (a) Notwithstanding KRS 48.005(4), included in the
 9 above Restricted Funds appropriation is \$1,500,000 in each fiscal year for the Operation
 10 UNITE Program from settlement funds resulting from the suit against Purdue Pharma, et
 11 al.. Included in the above General Fund appropriation is \$500,000 in each fiscal year for
 12 the Operation UNITE Program.

13 (b) For the period ending June 30, 2020, the Secretary of the Justice and Public
 14 Safety Cabinet, in coordination with the Chief Executive Officer of Operation UNITE,
 15 shall prepare a report detailing for what purpose and function the funds were utilized.
 16 This report shall be submitted to the Interim Joint Committee on Appropriations and
 17 Revenue by September 1 of fiscal year 2020-2021.

18 **(2) Office of Drug Control Policy:** Included in the above General Fund
 19 (Tobacco) appropriation is \$3,166,600 in each fiscal year for the Office of Drug Control
 20 Policy.

21 **(3) Access to Justice:** Included in the above General Fund appropriation is
 22 \$500,000 in each fiscal year to support the Access to Justice Program.

23 **(4) Court Appointed Special Advocate Funding:** (a) Included in the above
 24 General Fund appropriation is \$1,500,000 in each fiscal year for grants to support Court
 25 Appointed Special Advocate (CASA) funding programs.

26 (b) No administrative costs shall be paid from the appropriation provided in
 27 paragraph (a) of this subsection.

1 **(5) Restorative Justice:** Included in the above General Fund (Tobacco)
 2 appropriation is \$350,000 in each fiscal year to support the Restorative Justice Program
 3 administered by the Volunteers of America.

4 **2. CRIMINAL JUSTICE TRAINING**

	2020-21	2021-22
6 Restricted Funds	81,686,200	81,686,200
7 Federal Funds	120,000	120,000
8 TOTAL	81,806,200	81,806,200

9 **(1) Kentucky Law Enforcement Foundation Program Fund:** Included in the
 10 above Restricted Funds appropriation is \$76,878,700 in fiscal year 2020-2021 and
 11 \$78,925,300 in fiscal year 2021-2022 for the Kentucky Law Enforcement Foundation
 12 Program Fund.

13 **(2) Training Incentive Payments:** Notwithstanding Part III, 2. of this Act,
 14 Restricted Funds appropriations may be increased to ensure sufficient funding to support
 15 the provision of training incentive payments.

16 **(3) Administrative Reimbursement:** Notwithstanding KRS 15.450(3), the
 17 Department of Criminal Justice Training shall not receive reimbursement for the salaries
 18 and other costs of administering the fund, to include the Kentucky Law Enforcement
 19 Council operations and expenses, Peace Officers Professional Standards Office, attorney
 20 positions in the Department of Justice Administration, the Professional Development and
 21 Wellness Branch, Office of the State School Security Marshal, debt service, capital
 22 outlay, and Department personnel costs and expenses in excess of \$30,096,600 in fiscal
 23 year 2020-2021 and \$29,844,400 in fiscal year 2021-2022. The Department shall submit a
 24 report detailing reimbursed expenditures for the prior fiscal year to the Interim Joint
 25 Committee on Appropriations and Revenue by August 1 of each fiscal year.

26 **(4) Criminal Justice Council:** Pursuant to KRS 15.410 to 15.518, the
 27 Department of Criminal Justice Training shall not transfer funds from the Kentucky Law

1 Enforcement Foundation Program Fund to support the Criminal Justice Council.

2 **3. JUVENILE JUSTICE**

	2020-21	2021-22
4 General Fund	97,775,800	99,727,900
5 Restricted Funds	15,480,000	13,527,900
6 Federal Funds	9,272,500	9,272,500
7 TOTAL	122,528,300	122,528,300

8 **4. STATE POLICE**

	2020-21	2021-22
10 General Fund	123,521,700	129,670,700
11 Restricted Funds	34,402,100	32,102,100
12 Federal Funds	13,764,700	13,764,700
13 Road Fund	108,100,200	108,100,200
14 TOTAL	279,788,700	283,637,700

15 **(1) Call to Extraordinary Duty:** There is appropriated from the General Fund to
 16 the Department of Kentucky State Police, subject to the conditions and procedures
 17 provided in this Act, funds which are required as a result of the Governor's call of the
 18 Kentucky State Police to extraordinary duty when an emergency situation has been
 19 declared to exist by the Governor. Funding is authorized to be provided from the General
 20 Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS
 21 48.705).

22 **(2) Restricted Funds Uses:** Notwithstanding KRS 24A.179, 42.320(2)(h),
 23 65.7631, 189A.050(3)(a), 237.110(18), and 281A.160(2)(b), funds are included in the
 24 above Restricted Funds appropriation to maintain the operations and administration of the
 25 Kentucky State Police.

26 **(3) Telecommunicator Training Incentive:** Included in the above General Fund
 27 appropriation is sufficient funding for a \$3,100 annual training incentive stipend for

1 telecommunicators.

2 **(4) Debt Service:** Included in the above General Fund appropriation is \$295,000
 3 in fiscal year 2020-2021 and \$4,144,000 in fiscal year 2021-2022 to support debt service
 4 for the Emergency Radio System Replacement, Phase II capital project set forth in Part II,
 5 H., 4., 001. of this Act.

6 **(5) Statewide Law Enforcement Initiatives:** (a) Included in the above
 7 General Fund appropriation is \$3,000,000 in each fiscal year to support rapid DNA
 8 laboratory analysis.

9 (b) Included in the above General Fund appropriation is \$180,000 in each fiscal
 10 year to support service contracts for mass spectrometry instruments.

11 **(6) Police Officer Salary Schedule:** Notwithstanding KRS 16.052(5), no salary
 12 of any officer shall be adjusted annually to incorporate any increase in the nonseasonally
 13 adjusted Consumer Price Index for all urban consumers, U.S. city average, all items,
 14 published by the United States Department of Labor, Bureau of Labor Statistics.

15 **5. CORRECTIONS**

16 **a. Corrections Management**

	2020-21	2021-22
17 General Fund	14,595,600	14,595,600
18 Restricted Funds	150,000	150,000
19 Federal Funds	75,000	75,000
20 TOTAL	14,820,600	14,820,600

21
 22 **(1) Local Correctional Facilities:** Notwithstanding KRS 441.420, no funds are
 23 provided for reimbursement to counties for design fees for architectural and engineering
 24 services associated with any new local correctional facility approved by the Local
 25 Correctional Facilities Construction Authority.

26 **(2) Facility Reporting:** (a) The Department of Corrections shall continuously
 27 monitor its bed utilization of county jails, halfway houses, Recovery Kentucky Drug

1 treatment centers, and all other community correctional residential facilities that are under
 2 contract with the Department. This monitoring shall include periodic review of its
 3 classification system to ensure that all offenders are placed in the least restrictive housing
 4 that provides appropriate security to protect public safety and provide ample opportunity
 5 for treatment and successful re-entry.

6 (b) On a quarterly basis, the Department shall submit a report detailing the
 7 average occupancy rate for each of these facility types outlined in paragraph (a) of this
 8 subsection to the Legislative Research Commission.

9 **b. Adult Correctional Institutions**

	2019-20	2020-21	2021-22
11 General Fund	13,415,600	357,631,000	358,745,000
12 Restricted Funds	-0-	17,976,100	17,976,100
13 Federal Funds	-0-	193,000	193,000
14 TOTAL	13,415,600	375,800,100	376,914,100

15 (1) **Debt Service:** Included in the above General Fund appropriation is \$460,000
 16 in fiscal year 2020-2021 and \$1,574,000 in fiscal year 2021-2022 for new debt service to
 17 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

18 (2) **Transfer to State Institutions:** Notwithstanding KRS 532.100(7), state
 19 prisoners, excluding the Class C and Class D felons qualifying to serve time in county
 20 jails, may be transferred to a state institution within 90 days of final sentencing, if the
 21 county jail does not object to the additional 45 days.

22 (3) **Operational Costs for Inmate Population:** In the event that actual
 23 operational costs exceed the amounts appropriated to support the budgeted average daily
 24 population of state felons for each fiscal year, the additional payments shall be deemed
 25 necessary government expenses and shall be paid from the General Fund Surplus Account
 26 (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705), subject to
 27 notification as to necessity and amount by the State Budget Director who shall report any

1 certified expenditure to the Interim Joint Committee on Appropriations and Revenue.

2 **(4) Substance Abuse Treatment and Job Training Pilot Project:** (a) It is the
 3 intent of the General Assembly to reduce recidivism, enhance public safety, reduce
 4 overcrowding across the Commonwealth’s correctional institutions and jails, promote
 5 workforce preparedness within the justice-involved population, and encourage successful
 6 re-entry of offenders.

7 (b) No later than September 1, 2020, the Department shall, in conformance with
 8 the provisions of KRS Chapter 45A, issue a solicitation for a Substance Abuse Treatment
 9 and Job Training pilot project that will include inpatient/residential treatment services for
 10 offenders with substance use disorders to receive evidence-based treatment, provide job
 11 training services, and coordinate work assignments for offenders within a centrally
 12 located facility.

13 (c) Any cost avoidance pursuant to the provisions of this subsection shall be
 14 reported on a quarterly basis to the Legislative Research Commission in each fiscal year.
 15 This report shall include but not be limited to the costs associated with the pilot project,
 16 the number of offenders participating in the pilot project, and the total number of days of
 17 sentence credit awarded by program type for offenders participating in the pilot project.

18 (d) Within ninety days after the effective date of this Act, the Department for
 19 Medicaid Services shall develop and submit an application for a Section 1115
 20 demonstration waiver under 42 U.S.C. sec. 1315 to provide Medicaid coverage for
 21 substance use disorder treatment, including peer support services, to individuals
 22 incarcerated for a conviction under KRS Chapter 218A. Upon approval of the waiver, the
 23 cost of treatment for a substance use disorder or patient navigation provided by a licensed
 24 clinical social worker shall be a covered Medicaid benefit for an incarcerated individual.

25 **c. Community Services and Local Facilities**

26	2019-20	2020-21	2021-22	
27	General Fund	3,801,300	244,925,600	244,925,600

1	Restricted Funds	-0-	10,228,900	10,228,900
2	Federal Funds	-0-	694,900	694,900
3	TOTAL	3,801,300	255,849,400	255,849,400

4 **(1) Excess Local Jail Per Diem Costs:** In the event that actual local jail per diem
5 payments exceed the amounts appropriated to support the budgeted average daily
6 population of state felons in county jails for fiscal year 2020-2021, the payments shall be
7 deemed necessary government expenses and may be paid from the General Fund Surplus
8 Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705), subject
9 to notification as to necessity and amount by the State Budget Director who shall report
10 any certified expenditure to the Interim Joint Committee on Appropriations and Revenue.

11 **(2) Local Jails Funding:** Notwithstanding KRS 441.605 to 441.695, funds in the
12 amount of \$3,000,000 in each fiscal year shall be expended from the Kentucky Local
13 Correctional Facilities Construction Authority for local correctional facility and
14 operational support.

15 **(3) Parole for Infirm Inmates:** (a) The Commissioner of the Department of
16 Corrections shall certify and notify the Parole Board when a prisoner meets the
17 requirements of paragraph (c) of this subsection for parole.

18 (b) Notwithstanding any statute to the contrary, within 30 days of receiving
19 notification as prescribed by paragraph (a) of this subsection, the Parole Board shall grant
20 parole.

21 (c) A prisoner who has been determined by the Department of Corrections to be
22 physically or mentally debilitated, incapacitated, or infirm as a result of advanced age,
23 chronic illness, disease, or any other qualifying criteria that constitutes an infirm prisoner
24 shall be eligible for parole if:

25 1. The prisoner was not convicted of a capital offense and sentenced to death or
26 was not convicted of a sex crime as defined in KRS 17.500;

27 2. The prisoner has reached his or her parole eligibility date or has served one-

1 half of his or her sentence, whichever occurs first;

2 3. The prisoner is substantially dependent on others for the activities of daily
3 living; and

4 4. There is a low risk of the prisoner presenting a threat to society if paroled.

5 (d) Unless a new offense is committed that results in a new conviction subsequent
6 to a prisoner being paroled, paroled prisoners shall not be considered to be under the
7 custody of the state in any way.

8 (e) Prisoners paroled under this subsection shall be paroled to a licensed long-
9 term-care facility, nursing home, or family placement in the Commonwealth.

10 (f) The Cabinet for Health and Family Services and the Justice and Public Safety
11 Cabinet shall provide all needed assistance and support in seeking and securing approval
12 from the United States Department of Health and Human Services for federal assistance,
13 including Medicaid funds, for the provision of long-term-care services to those eligible
14 for parole under paragraph (c) of this subsection.

15 (g) The Cabinet for Health and Family Services and the Justice and Public Safety
16 Cabinet shall have the authority to contract with community providers that meet the
17 requirements of paragraph (e) of this subsection and that are willing to house any inmates
18 deemed to meet the requirements of this subsection so long as contracted rates do not
19 exceed current expenditures related to the provisions of this subsection.

20 (h) The Cabinet for Health and Family Services and the Justice and Public Safety
21 Cabinet are encouraged to collaborate with other states that are engaged in similar efforts
22 so as to achieve the mandates of this subsection.

23 (i) The Cabinet for Health and Family Services and the Justice and Public Safety
24 Cabinet shall provide a report to the Interim Joint Committee on Appropriations and
25 Revenue by December 15 of each fiscal year concerning these provisions. The report shall
26 include the number of persons paroled, the identification of the residential facilities
27 utilized, an estimate of cost savings as a result of the project, and any other relevant

1 material to assist the General Assembly in assessing the value of continuing and
 2 expanding the project.

3 **(4) Participation in Transparent Governing - Full Disclosure of Inmate**
 4 **Population Forecasts and Related Materials:** The Office of State Budget Director shall
 5 provide the methodology, assumptions, data, and all other related materials used to
 6 project biennial offender population forecasts conducted by the Office of State Budget
 7 Director, the Kentucky Department of Corrections, and any consulting firms, to the
 8 Interim Joint Committee on Appropriations and Revenue by November 1, 2021. This
 9 submission shall include but not be limited to the projected state, county, and community
 10 offender populations for the 2022-2024 fiscal biennium and must coincide with the
 11 budgeted amount for these populations. This submission shall clearly divulge the
 12 methodology and reasoning behind the budgeted and projected offender population in a
 13 commitment to participate in transparent governing.

14 **(5) Participation in Transparent Governing - Calculating Avoided Costs**
 15 **Relating to Legislative Action:** The Office of State Budget Director shall provide the
 16 methodology, assumptions, data, and all other related materials used to calculate any
 17 avoided costs pursuant to the implementation of 2011 Ky. Acts ch. 2 by November 1,
 18 2021. This submission shall clearly divulge the methodology and reasoning behind the
 19 projected costs avoided in a commitment to participate in transparent governing.

20 **d. Local Jail Support**

	2020-21	2021-22
21		
22	General Fund	16,633,600 16,633,600

23 **(1) Local Corrections Assistance Fund Allocation:** Notwithstanding KRS
 24 196.288(5)(a), included in the above General Fund appropriation is \$4,630,200 in each
 25 fiscal year for the Local Corrections Assistance Fund. Moneys in the fund shall be
 26 distributed to the counties each year. Amounts distributed from the fund shall be used to
 27 support local correctional facilities and programs, including the transportation of

1 prisoners, as follows:

2 (a) In each fiscal year, the first \$3,000,000 received by the fund, or, if the fund
3 receives less than \$3,000,000, the entire balance of the fund, shall be divided equally
4 among all counties; and

5 (b) Any moneys remaining after making the distributions required by paragraph
6 (a) of this subsection shall be distributed to each county based on a ratio, the numerator of
7 which shall be the county's county inmate population on the second Thursday in January
8 during the prior fiscal year, and the denominator of which shall be the total counties'
9 county inmate population for the entire state on the second Thursday in January during
10 the prior fiscal year.

11 **(2) Jailers' Allowance:** Notwithstanding KRS 441.115(2), each jailer shall
12 receive an expense allowance of \$2,400 annually, at the rate of \$200 per month in the
13 2020-2022 fiscal biennium, for participation in the Jail Staff Training Program.

14 **(3) Life Safety or Closed Jails:** Included in the above General Fund
15 appropriation is \$860,000 in each fiscal year to provide a monthly payment of an annual
16 amount of \$20,000 to each county with a life safety jail or closed jail. The payment shall
17 be in addition to the payment required by KRS 441.206(2).

18 **(4) Inmate Medical Care Expenses:** Included in the above General Fund
19 appropriation is \$792,800 in each fiscal year for medical care contracts to be distributed,
20 upon approval of the Department of Corrections, to counties by the formula codified in
21 KRS 441.206, and \$851,800 in each fiscal year, on a partial reimbursement basis, for
22 medical claims in excess of the statutory threshold pursuant to KRS 441.045. The funding
23 support for medical contracts and catastrophic medical expenses for indigents shall be
24 maintained in discrete accounts. Any medical claim that exceeds the statutory threshold
25 may be reimbursed for that amount in excess of the statutory threshold.

26 **(5) County Jail Incentive Program:** (a) It is the intent of the General
27 Assembly to incentivize county jails to offer evidence-based programs to state inmates

1 housed in county jails. Program completions shall result in sentence credit awards to state
 2 inmates.

3 (b) No later than July 1, 2020, the Department shall issue guidance to counties,
 4 and submit a copy to the Legislative Research Commission, detailing the dollar amount
 5 of each incentive, the number of days of sentence credit awarded to eligible state inmates
 6 for each eligible program, standards that eligible county jails must achieve to be eligible
 7 for participation, and for which inmates county jails are incentivized to offer evidence-
 8 based programs.

9 (c) Any cost avoidance pursuant to the provisions of this subsection shall be
 10 reported on a quarterly basis to the Legislative Research Commission in each fiscal year.
 11 This report shall include but is not limited to the number of program completions by
 12 program type, the number of county jails participating in the incentive program, the total
 13 number of days of sentence credit awarded by program type, and the total amount of
 14 incentive payments awarded to each county by program type.

15 **TOTAL - CORRECTIONS**

	2019-20	2020-21	2021-22
16			
17	General Fund	17,216,900	633,785,800
18	Restricted Funds	-0-	28,355,000
19	Federal Funds	-0-	962,900
20	TOTAL	17,216,900	663,103,700

21 **6. PUBLIC ADVOCACY**

	2020-21	2021-22
22		
23	General Fund	66,576,800
24	Restricted Funds	5,792,000
25	Federal Funds	1,672,100
26	TOTAL	74,040,900

27 **(1) Compensatory Leave Conversion to Sick Leave:** If the Department of

1 Public Advocacy determines that internal budgetary pressures warrant further austerity
 2 measures, the Public Advocate may institute a policy to suspend payment of 50-hour
 3 blocks of compensatory time for those attorneys who have accumulated 240 hours of
 4 compensatory time and instead convert those hours to sick leave.

5 **TOTAL - JUSTICE AND PUBLIC SAFETY CABINET**

6		2019-20	2020-21	2021-22
7	General Fund (Tobacco)	-0-	3,516,600	3,516,600
8	General Fund	17,216,900	953,585,700	962,800,800
9	Restricted Funds	-0-	172,543,900	168,291,800
10	Federal Funds	-0-	70,912,000	70,912,000
11	Road Fund	-0-	108,100,200	108,100,200
12	TOTAL	17,216,900	1,308,658,400	1,313,621,400

13 **I. LABOR CABINET**

14 **Budget Units**

15 **1. SECRETARY**

16		2020-21	2021-22
17	Restricted Funds	9,598,100	9,598,100
18	Federal Funds	139,100	139,100
19	TOTAL	9,737,200	9,737,200

20 **2. WORKPLACE STANDARDS**

21		2020-21	2021-22
22	General Fund	1,774,000	1,774,000
23	Restricted Funds	6,524,100	6,524,100
24	Federal Funds	3,517,200	3,517,200
25	TOTAL	11,815,300	11,815,300

26 **3. WORKERS' CLAIMS**

27		2020-21	2021-22
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1	Restricted Funds	71,231,900	71,231,900
2	4. OCCUPATIONAL SAFETY AND HEALTH REVIEW COMMISSION		
3		2020-21	2021-22
4	Restricted Funds	715,700	715,700
5	5. WORKERS' COMPENSATION FUNDING COMMISSION		
6		2020-21	2021-22
7	Restricted Funds	99,978,600	99,978,600
8	6. WORKERS' COMPENSATION NOMINATING COMMITTEE		
9		2020-21	2021-22
10	Restricted Funds	1,100	1,100
11	TOTAL - LABOR CABINET		
12		2020-21	2021-22
13	General Fund	1,774,000	1,774,000
14	Restricted Funds	188,049,500	188,049,500
15	Federal Funds	3,656,300	3,656,300
16	TOTAL	193,479,800	193,479,800

J. PERSONNEL CABINET

Budget Units

1. GENERAL OPERATIONS

20		2020-21	2021-22
21	Restricted Funds	30,121,500	30,121,500

(1) **Pro Rata Assessment:** Included in the above Restricted Funds appropriation is \$2,690,700 in fiscal year 2020-2021 to be transferred to the General Fund to support debt service on bonds previously issued for the Kentucky Human Resources Information System.

2. PUBLIC EMPLOYEES DEFERRED COMPENSATION AUTHORITY

27		2020-21	2021-22
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1 Board dues.

2 (4) **Doctoral Scholars:** Included in the above General Fund appropriation is
3 \$50,000 in each fiscal year for the Southern Regional Education Board Doctoral Scholars
4 Program.

5 (5) **Ovarian Cancer Screening:** Included in the above General Fund
6 appropriation is \$500,000 in each fiscal year for the Ovarian Cancer Screening Outreach
7 Program at the University of Kentucky.

8 (6) **Redistribution of Resources:** Notwithstanding KRS 164.028 to 164.0282, no
9 General Fund is provided for Professional Education Preparation in order to increase
10 funding for Veterinary Medicine and Optometry contract spaces.

11 (7) **Postsecondary Education Debt:** Notwithstanding KRS 45.750 to 45.810, in
12 order to lower the cost of borrowing, any university that has issued or caused to be issued
13 debt obligations through a not-for-profit corporation or a municipality or county
14 government for which the rental or use payments of the university substantially meet the
15 debt service requirements of those debt obligations is authorized to refinance those debt
16 obligations if the principal amount of the debt obligations is not increased and the rental
17 payments of the university are not increased. Any funds used by a university to meet debt
18 obligations issued by a university pursuant to this subsection shall be subject to
19 interception of state-appropriated funds pursuant to KRS 164A.608.

20 (8) **Disposition of Postsecondary Institution Property:** Notwithstanding KRS
21 45.777, a postsecondary institution's governing board may elect to sell or dispose of real
22 property or major items of equipment and proceeds from the sale shall be designated to
23 the funding sources, on a proportionate basis, used for acquisition of the equipment or
24 property to be sold.

25 (9) **Spinal Cord and Head Injury Research:** Included in the above General
26 Fund (Tobacco) appropriation is \$650,000 in each fiscal year for spinal cord and head
27 injury research. In accordance with KRS 211.500 to 211.504, the appropriation in each

1 fiscal year shall be shared between the University of Kentucky and the University of
 2 Louisville.

3 **2. KENTUCKY HIGHER EDUCATION ASSISTANCE AUTHORITY**

	2020-21	2021-22
4 General Fund	288,393,600	294,293,600
5 Restricted Funds	32,703,300	32,703,300
6 Federal Funds	33,800	33,800
7 TOTAL	321,130,700	327,030,700

8
 9 **(1) College Access Program:** Notwithstanding KRS 154A.130(4), included in
 10 the above General Fund appropriation is \$94,380,200 in fiscal year 2020-2021 and
 11 \$94,095,600 in fiscal year 2021-2022 for the College Access Program.

12 **(2) Kentucky Tuition Grant Program:** Notwithstanding KRS 154A.130(4),
 13 included in the above General Fund appropriation is \$46,353,100 in fiscal year 2020-
 14 2021 and \$46,079,700 in fiscal year 2021-2022 for the Kentucky Tuition Grant Program.

15 **(3) Kentucky National Guard Tuition Award Program:** Notwithstanding KRS
 16 154A.130(4), included in the above General Fund appropriation is \$7,398,100 in each
 17 fiscal year for the National Guard Tuition Award Program.

18 **(4) Kentucky Educational Excellence Scholarships (KEES):** Notwithstanding
 19 KRS 154A.130(4), included in the above General Fund appropriation is \$113,768,600 in
 20 fiscal year 2020-2021 and \$116,126,600 in fiscal year 2021-2022 for the Kentucky
 21 Educational Excellence Scholarships (KEES). Included in the above Restricted Funds
 22 appropriation is \$10,000,000 in each fiscal year for KEES.

23 **(5) Work Ready Scholarship Program:** Notwithstanding KRS 154A.130(4),
 24 included in the above General Fund appropriation is \$7,300,000 in fiscal year 2020-2021
 25 and \$7,800,000 in fiscal year 2021-2022 for the Work Ready Scholarship Program.
 26 Notwithstanding KRS 164.787, the dual credit component of the Work Ready
 27 Scholarship Program for high school students shall be funded and administered through

1 the Dual Credit Scholarship Program.

2 **(6) Dual Credit Scholarship Program:** Notwithstanding KRS 154A.130(4),
3 included in the above General Fund appropriation is \$13,150,000 in fiscal year 2020-
4 2021 and \$16,750,000 in fiscal year 2021-2022 for the Dual Credit Scholarship Program.
5 Notwithstanding KRS 164.786(1)(f) and 164.787(2)(d), the dual credit tuition rate ceiling
6 shall be two-fifths of the per credit hour tuition amount charged by the Kentucky
7 Community and Technical College System for in-state students. Notwithstanding KRS
8 164.786(1)(g)2. and (4)(b), priority for awarding scholarships shall be given in order to
9 high school seniors, juniors, sophomores, and freshmen. Notwithstanding KRS
10 164.786(4)(c), eligible high school students may receive a dual credit scholarship for two
11 career and technical education dual credit courses per academic year and two general
12 education dual credit courses over the junior and senior years, up to a maximum of ten
13 approved dual credit courses. Notwithstanding KRS 164.786(4)(d), dual credit
14 scholarships awarded for the Spring 2020 semester shall not be reduced if the dual credit
15 course is not successfully completed by the student as a result of the student's inability to
16 properly access the new course delivery method due to the novel coronavirus (COVID-
17 19).

18 **(7) Veterinary Medicine Contract Spaces:** Included in the above General Fund
19 appropriation is \$5,248,000 in each fiscal year to fund 164 veterinary slots.

20 **(8) Optometry Contract Spaces:** Included in the above General Fund
21 appropriation is \$795,600 in each fiscal year to fund 44 optometry slots in fiscal year
22 2020-2021 and for the Optometry Scholarship Program in fiscal year 2021-2022.

23 **(9) Use of Lottery Revenues:** Notwithstanding KRS 154A.130(3) and (4), lottery
24 revenues in the amount of \$282,350,000 in fiscal year 2020-2021 and \$288,250,000 in
25 fiscal year 2021-2022 are appropriated to the Kentucky Higher Education Assistance
26 Authority. Notwithstanding KRS 154A.130(4) and any provisions of this Act to the
27 contrary, if lottery receipts received by the Commonwealth, excluding any unclaimed

1 prize money received under Part III, 20. of this Act, exceed \$286,100,000 in fiscal year
 2 2020-2021 or \$292,000,000 in fiscal year 2021-2022, the first \$3,000,000 of excess funds
 3 in each fiscal year shall be transferred to the Kentucky Higher Education Assistance
 4 Authority and appropriated in accordance with KRS 154A.130(4)(b), and any additional
 5 excess shall be held in a trust and agency account and shall not be expended or
 6 appropriated without the express authority of the General Assembly.

7 **(10) Redistribution of Resources:** Notwithstanding KRS 164.518, 164.740 to
 8 164.764, 164.769, 164.7890(11)(c), 164.7891(11)(b), and 164.7894, no General Fund is
 9 provided for Early Childhood Development Scholarships, Work Study, the Teacher
 10 Scholarship Program, Coal County Pharmacy Scholarships, Osteopathic Medicine
 11 Scholarships, and Coal County College Completion Scholarships in order to provide
 12 additional funding to the College Access Program and Kentucky Tuition Grant Program.

13 **3. EASTERN KENTUCKY UNIVERSITY**

	2020-21	2021-22
14 General Fund	65,337,000	65,654,000
15 Restricted Funds	210,611,400	210,611,400
16 Federal Funds	135,500,000	135,500,000
17 TOTAL	411,448,400	411,765,400

18 **(1) Mandated Programs:** Included in the above General Fund appropriation is
 19 \$4,571,900 in each fiscal year for the Model Laboratory School.
 20

21 **(2) Debt Service:** Included in the above General Fund appropriation is \$317,000
 22 in fiscal year 2020-2021 and \$634,000 in fiscal year 2021-2022 for new debt service to
 23 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

24 **4. KENTUCKY STATE UNIVERSITY**

	2019-20	2020-21	2021-22
25 General Fund	497,400	25,384,300	25,384,300
26 Restricted Funds	-0-	23,000,000	23,000,000

1	Federal Funds	-0-	20,497,400	20,497,400
2	TOTAL	497,400	68,881,700	68,881,700

3 **(1) Mandated Programs:** Included in the above General Fund appropriation is
 4 \$7,148,800 in each fiscal year to fund the state match payments required of land-grant
 5 universities under federal law.

6 **5. MOREHEAD STATE UNIVERSITY**

		2020-21	2021-22	
7				
8	General Fund	38,332,900	38,082,900	
9	Restricted Funds	117,811,000	117,811,000	
10	Federal Funds	29,983,300	29,983,300	
11	TOTAL	186,127,200	185,877,200	

12 **(1) Mandated Programs:** Included in the above General Fund appropriation are
 13 the following:

14 (a) \$3,151,400 in each fiscal year for the Craft Academy for Excellence in
 15 Science and Mathematics; and

16 (b) \$250,000 in fiscal year 2020-2021 for installation of the Jet Propulsion
 17 Laboratory antenna.

18 **6. MURRAY STATE UNIVERSITY**

		2020-21	2021-22	
19				
20	General Fund	43,753,800	43,753,800	
21	Restricted Funds	120,152,400	120,152,400	
22	Federal Funds	22,709,000	22,709,000	
23	TOTAL	186,615,200	186,615,200	

24 **(1) Mandated Programs:** Included in the above General Fund appropriation is
 25 \$3,200,000 in each fiscal year for the Breathitt Veterinary Center.

26 **7. NORTHERN KENTUCKY UNIVERSITY**

		2020-21	2021-22	
27				

1	General Fund	51,280,500	51,280,500
2	Restricted Funds	199,178,300	199,178,300
3	Federal Funds	13,075,600	13,075,600
4	TOTAL	263,534,400	263,534,400

5 **(1) Mandated Programs:** Included in the above General Fund appropriation is
6 \$1,323,900 in each fiscal year for the Kentucky Center for Mathematics.

7 **8. UNIVERSITY OF KENTUCKY**

8		2020-21	2021-22
9	General Fund	258,609,200	259,715,200
10	Restricted Funds	3,972,440,600	3,970,940,600
11	Federal Funds	280,222,000	280,222,000
12	TOTAL	4,511,271,800	4,510,877,800

13 **(1) Mandated Programs:** Included in the above General Fund appropriation are
14 the following:

15 (a) \$31,275,300 in each fiscal year for the College of Agriculture, Food, and
16 Environment's Cooperative Extension Service;

17 (b) \$29,479,600 in each fiscal year for the Kentucky Agricultural Experiment
18 Station;

19 (c) \$5,176,200 in each fiscal year for the Center for Applied Energy Research;

20 (d) \$4,076,300 in each fiscal year for the Kentucky Geological Survey;

21 (e) \$4,034,200 in each fiscal year for the Veterinary Diagnostic Laboratory;

22 (f) \$2,040,500 in each fiscal year for the Sanders-Brown Center on Aging;

23 (g) \$1,800,000 in each fiscal year for the College of Agriculture, Food, and
24 Environment's Division of Regulatory Services;

25 (h) \$ 600,000 in each fiscal year for the College of Agriculture, Food, and
26 Environment's Kentucky Small Business Development Center;

27 (i) \$586,300 in each fiscal year for the University Press of Kentucky;

- 1 (j) Notwithstanding KRS 154A.130(4), \$500,000 in each fiscal year for the
- 2 Human Development Institute for the Supported Higher Education Project;
- 3 (k) \$450,200 in each fiscal year for the Center of Excellence in Rural Health;
- 4 (l) \$450,200 in each fiscal year for the Kentucky Cancer Registry; and
- 5 (m) \$100,000 in each fiscal year for the Sports Medicine Research Institute.

6 **(2) Debt Service:** Included in the above General Fund appropriation is
 7 \$1,106,000 in fiscal year 2021-2022 to provide new debt service to support new bonds as
 8 set forth in Part II, Capital Projects Budget, of this Act.

9 **(3) Restricted Funds Transfer:** Notwithstanding KRS 138.510 and 230.265,
 10 \$1,500,000 in Restricted Funds shall be transferred in fiscal year 2020-2021 from the
 11 Equine Drug Research Council under the Horse Racing Commission budget unit to the
 12 Equine Analytical Chemistry Lab.

13 **9. UNIVERSITY OF LOUISVILLE**

	2020-21	2021-22
14 General Fund	124,117,900	124,117,900
15 Restricted Funds	1,052,772,700	1,052,772,700
16 Federal Funds	120,084,400	120,084,400
17 TOTAL	1,296,975,000	1,296,975,000

18 **(1) Mandated Programs:** Included in the above General Fund appropriation are
 19 the following:

- 20 (a) \$695,200 in each fiscal year for the Rural Health Education Program; and
- 21 (b) \$150,000 in each fiscal year for the Kentucky Autism Training Center.

22 **10. WESTERN KENTUCKY UNIVERSITY**

	2020-21	2021-22
23 General Fund	72,596,200	72,596,200
24 Restricted Funds	280,768,200	280,768,200
25 Federal Funds	32,340,000	32,340,000

1 TOTAL 385,704,400 385,704,400

2 (1) **Mandated Programs:** Included in the above General Fund appropriation are
 3 the following:

4 (a) \$4,985,100 in each fiscal year for the Gatton Academy of Mathematics and
 5 Science; and

6 (b) \$750,000 in each fiscal year for the Kentucky Mesonet.

7 **11. KENTUCKY COMMUNITY AND TECHNICAL COLLEGE SYSTEM**

8		2020-21	2021-22
9	General Fund	171,265,800	171,265,800
10	Restricted Funds	453,871,900	453,871,900
11	Federal Funds	220,482,800	220,482,800
12	TOTAL	845,620,500	845,620,500

13 (1) **Mandated Programs:** Included in the above General Fund appropriation are
 14 the following:

15 (a) \$4,149,800 in each fiscal year for KCTCS-TRAINS;

16 (b) \$1,869,900 in each fiscal year for the Kentucky Fire Commission;

17 (c) \$1,799,700 in each fiscal year for the Kentucky Board of Emergency Medical
 18 Services; and

19 (d) \$1,000,000 in each fiscal year for Adult Agriculture Education.

20 (2) **Firefighters Foundation Program Fund:** (a) Included in the above
 21 Restricted Funds appropriation is \$50,560,000 in each fiscal year for the Firefighters
 22 Foundation Program Fund.

23 (b) Notwithstanding Part III, 2. of this Act, Restricted Funds appropriations may
 24 be increased to ensure sufficient funding to support the provision of training incentive
 25 payments.

26 (c) Notwithstanding KRS 95A.200 to 95A.300, \$6,400,000 in fiscal year 2020-
 27 2021 shall be transferred to support projects as set forth in Part II, Capital Projects

1 Budget, of this Act.

2 (d) Notwithstanding KRS 95A.200 to 95A.300, \$1,250,000 in each fiscal year
 3 shall be made available from the fund for a program to care for and treat firefighters
 4 affected by Post-Traumatic Stress Injury and Post-Traumatic Stress Disorder.

5 **(3) Firefighters Training Center Fund:** Notwithstanding KRS 95A.262(3),
 6 \$500,000 in Restricted Funds is provided in each fiscal year for the Firefighters Training
 7 Center Fund.

8 **(4) Guaranteed Energy Savings Performance Contracts:** Notwithstanding
 9 KRS 56.770 and 56.774, guaranteed energy savings performance contracts may be
 10 executed for buildings operated by the Kentucky Community and Technical College
 11 System under agreements governed by KRS 164.593.

12 **12. POSTSECONDARY EDUCATION PERFORMANCE FUND**

13		2020-21	2021-22
14	General Fund	14,994,800	14,994,800

15 **(1) Postsecondary Education Performance Fund:** Notwithstanding KRS
 16 164.092(1)(e), "formula base amount" means an institution's General Fund appropriation
 17 from fiscal year 2019-2020, including adjustments reflecting the performance distribution
 18 from fiscal year 2019-2020 plus any additional appropriations in fiscal year 2020-2021,
 19 less debt service on bonds, and less appropriations for mandated programs.

20 **TOTAL - POSTSECONDARY EDUCATION**

21		2019-20	2020-21	2021-22
22	General Fund (Tobacco)	-0-	7,526,100	7,526,100
23	General Fund	497,400	1,162,152,400	1,172,725,400
24	Restricted Funds	-0-	6,469,745,000	6,464,745,000
25	Federal Funds	-0-	878,925,300	878,925,300
26	TOTAL	497,400	8,518,348,800	8,523,921,800

27 **L. PUBLIC PROTECTION CABINET**

1	Budget Units		
2	1. SECRETARY		
3		2020-21	2021-22
4	Restricted Funds	6,956,100	6,956,100
5	2. KENTUCKY CLAIMS COMMISSION		
6		2020-21	2021-22
7	General Fund	1,005,400	1,005,400
8	Restricted Funds	911,200	911,200
9	Federal Funds	157,200	157,200
10	TOTAL	2,073,800	2,073,800
11	3. PROFESSIONAL LICENSING		
12		2020-21	2021-22
13	Restricted Funds	5,123,100	5,123,100
14	4. BOXING AND WRESTLING AUTHORITY		
15		2020-21	2021-22
16	Restricted Funds	183,000	183,000
17	5. ALCOHOLIC BEVERAGE CONTROL		
18		2020-21	2021-22
19	Restricted Funds	7,236,200	7,236,200
20	Federal Funds	439,000	439,000
21	TOTAL	7,675,200	7,675,200
22	6. CHARITABLE GAMING		
23		2020-21	2021-22
24	Restricted Funds	3,795,200	3,795,200
25	7. FINANCIAL INSTITUTIONS		
26		2020-21	2021-22
27	Restricted Funds	13,114,000	13,114,000

1 **8. HORSE RACING COMMISSION**

	2020-21	2021-22
2		
3 General Fund	1,677,700	3,677,700
4 Restricted Funds	42,569,200	40,569,200
5 TOTAL	44,246,900	44,246,900

6 **(1) Administration and Regulation of Racing:** Included in the above General
 7 Fund appropriation is \$500,000 in each fiscal year to support one full-time Safety
 8 Steward and additional Investigator positions.

9 **(2) Restricted Funds Transfer:** Notwithstanding KRS 138.510 and 230.265,
 10 \$1,500,000 in Restricted Funds shall be transferred in fiscal year 2020-2021 from the
 11 Equine Drug Research Council to the Equine Analytical Chemistry Lab at the University
 12 of Kentucky.

13 **9. HOUSING, BUILDINGS AND CONSTRUCTION**

	2020-21	2021-22
14		
15 General Fund	2,629,800	2,629,800
16 Restricted Funds	22,355,700	22,355,700
17 TOTAL	24,985,500	24,985,500

18 **(1) Building Code Enforcement Positions:** Included in the above Restricted
 19 Funds appropriation is \$150,700 in each fiscal year to support Building Codes Field
 20 Inspector positions.

21 **(2) School Building Plan Reviews and Inspections:** Notwithstanding KRS
 22 198B.060, local governments may have jurisdiction for plan review, inspection, and
 23 enforcement responsibilities over buildings intended for educational purposes, other than
 24 licensed day-care centers, at the discretion of the local school districts.

25 **10. INSURANCE**

	2020-21	2021-22
26		
27 Restricted Funds	17,837,000	17,837,000

1	Federal Funds	600,000	600,000
2	TOTAL	18,437,000	18,437,000

3 **TOTAL - PUBLIC PROTECTION CABINET**

4		2020-21	2021-22
5	General Fund	5,312,900	7,312,900
6	Restricted Funds	120,080,700	118,080,700
7	Federal Funds	1,196,200	1,196,200
8	TOTAL	126,589,800	126,589,800

9 **M. TOURISM, ARTS AND HERITAGE CABINET**

10 **Budget Units**

11 **1. SECRETARY**

12		2020-21	2021-22
13	General Fund	3,276,300	3,276,300
14	Restricted Funds	15,263,200	15,263,200
15	TOTAL	18,539,500	18,539,500

16 **(1) Tourism Grants:** Included in the above Restricted Funds appropriation are
 17 the following allocations for the 2020-2022 fiscal biennium:

18 (a) \$500,000 in each fiscal year for the Kentucky Mountain Regional Recreation
 19 Authority;

20 (b) \$150,000 in each fiscal year to the Kenton County Fiscal Court to execute the
 21 planning, marketing, and implementation of the regional Jacob Spears Licking River
 22 Water Trail from Paris, Kentucky, to the Ohio River;

23 (c) \$190,000 in each fiscal year for the Judge Joseph Holt House;

24 (d) \$100,000 in each fiscal year for EP Tom Sawyer Park Tennis/Pickleball
 25 Courts; and

26 (e) \$60,000 in each fiscal year for the Trail of Tears Pow Wow.

27 **(2) Kentucky Center for African American Heritage:** Included in the above

1 General Fund appropriation is \$100,000 in each fiscal year for the Kentucky Center for
 2 African American Heritage.

3 **2. ARTISANS CENTER**

	2020-21	2021-22
4 General Fund	290,300	490,300
6 Restricted Funds	1,801,300	1,601,300
7 Road Fund	573,800	573,800
8 TOTAL	2,665,400	2,665,400

9 **3. TOURISM**

	2020-21	2021-22
11 General Fund	3,145,000	3,205,000
12 Restricted Funds	60,000	22,700
13 TOTAL	3,205,000	3,227,700

14 **(1) Whitehaven Welcome Center:** Included in the above General Fund
 15 appropriation is \$130,000 in each fiscal year to support the Whitehaven Welcome Center.

16 **4. PARKS**

	2019-20	2020-21	2021-22
18 General Fund	2,700,000	47,547,900	48,343,900
19 Restricted Funds	-0-	52,285,900	52,285,900
20 TOTAL	2,700,000	99,833,800	100,629,800

21 **(1) Park Capital Maintenance and Renovation Fund:** Notwithstanding KRS
 22 148.810, no transfer to the Park Capital Maintenance and Renovation Fund shall be made.

23 **(2) Debt Service:** Included in the above General Fund appropriation is \$398,000
 24 in fiscal year 2020-2021 and \$1,194,000 in fiscal year 2021-2022 for new debt service to
 25 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

26 **(3) Capitol Annex Cafeteria:** Included in the above General Fund appropriation
 27 is \$234,400 in each fiscal year to support the Capitol Annex cafeteria operated by the

1 Department of Parks.

2 **5. HORSE PARK COMMISSION**

	2020-21	2021-22
4 General Fund	1,729,000	1,729,000
5 Restricted Funds	11,290,000	11,290,000
6 TOTAL	13,019,000	13,019,000

7 **6. STATE FAIR BOARD**

	2020-21	2021-22
9 General Fund	4,416,400	4,617,400
10 Restricted Funds	49,643,800	49,643,800
11 TOTAL	54,060,200	54,261,200

12 **(1) Debt Service:** Included in the above General Fund appropriation is \$302,500
 13 in fiscal year 2020-2021 and \$503,500 in fiscal year 2021-2022 for new debt service to
 14 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

15 **7. FISH AND WILDLIFE RESOURCES**

	2020-21	2021-22
17 Restricted Funds	49,139,400	49,139,400
18 Federal Funds	19,381,900	19,381,900
19 TOTAL	68,521,300	68,521,300

20 **(1) Fish and Wildlife Resources Peace Officers' Stipend:** Notwithstanding Part
 21 III, 2. of this Act, Restricted Funds appropriations may be increased to ensure sufficient
 22 funding to support the provisions of KRS 15.460(1)(a).

23 **(2) Fees-in-Lieu-of Stream Mitigation Reporting:** The Department of Fish and
 24 Wildlife Resources shall develop a report of all projects managed by the Fees-in-Lieu-of
 25 Stream Mitigation Program. The Department shall present this report to the Interim Joint
 26 Committee on Tourism, Small Business, and Information Technology by August 1, 2021.

27 **8. HISTORICAL SOCIETY**

1		2020-21	2021-22
2	General Fund	6,456,700	6,456,700
3	Restricted Funds	894,300	894,300
4	Federal Funds	170,000	170,000
5	TOTAL	7,521,000	7,521,000
6	9. ARTS COUNCIL		
7		2020-21	2021-22
8	General Fund	1,537,900	1,737,900
9	Restricted Funds	352,600	152,600
10	Federal Funds	708,500	708,500
11	TOTAL	2,599,000	2,599,000
12	10. HERITAGE COUNCIL		
13		2020-21	2021-22
14	General Fund	738,400	738,400
15	Restricted Funds	779,900	779,900
16	Federal Funds	869,200	869,200
17	TOTAL	2,387,500	2,387,500
18	11. KENTUCKY CENTER FOR THE ARTS		
19		2020-21	2021-22
20	General Fund	558,300	558,300
21	TOTAL - TOURISM, ARTS AND HERITAGE CABINET		
22		2019-20	2020-21
23	General Fund	2,700,000	69,696,200
24	Restricted Funds	-0-	181,510,400
25	Federal Funds	-0-	21,129,600
26	Road Fund	-0-	573,800
27	TOTAL	2,700,000	272,910,000

1 **N. BUDGET RESERVE TRUST FUND**

2 **Budget Units**

3 **1. BUDGET RESERVE TRUST FUND**

4		2020-21	2021-22
5	General Fund	134,346,300	631,461,900

6 **PART II**

7 **CAPITAL PROJECTS BUDGET**

8 **(1) Capital Construction Fund Appropriations and Reauthorizations:**

9 Moneys in the Capital Construction Fund are appropriated for the following capital
 10 projects subject to the conditions and procedures in this Act. Items listed without
 11 appropriated amounts are previously authorized for which no additional amount is
 12 required. These items are listed in order to continue their current authorization into the
 13 2020-2022 fiscal biennium. Unless otherwise specified, reauthorized projects shall
 14 conform to the original authorization enacted by the General Assembly.

15 **(2) Expiration of Existing Line-Item Capital Construction Projects:** All

16 appropriations to existing line-item capital construction projects expire on June 30, 2020,
 17 unless reauthorized in this Act with the following exceptions: (a) A construction or
 18 purchase contract for the project shall have been awarded by June 30, 2020; (b)
 19 Permanent financing or a short-term line of credit sufficient to cover the total authorized
 20 project scope shall have been obtained in the case of projects authorized for bonds, if the
 21 authorized project completes an initial draw on the line of credit within the fiscal
 22 biennium immediately subsequent to the original authorization; and (c) Grant or loan
 23 agreements, if applicable, shall have been finalized and properly signed by all necessary
 24 parties by June 30, 2020. Notwithstanding the criteria set forth in this subsection, the
 25 disposition of 2020-2022 fiscal biennium nonstatutory appropriated maintenance pools
 26 funded from Capital Construction Investment Income shall remain subject to KRS
 27 45.770(5)(c).

1 **(3) Bond Proceeds Investment Income:** Investment income earned from bond
2 proceeds beyond that which is required to satisfy Internal Revenue Service arbitrage
3 rebates and penalties and excess bond proceeds upon the completion of a bond-financed
4 capital project shall be used to pay debt service according to the Internal Revenue Service
5 Code and accompanying regulations.

6 **(4) Appropriations for Projects Not Line-Itemized:** Inasmuch as the
7 identification of specific projects in a variety of areas of the state government cannot be
8 ascertained with absolute certainty at this time, amounts are appropriated for specific
9 purposes to projects which are not individually identified in this Act in the following
10 areas: Kentucky Infrastructure Authority Water and Sewer projects; Repair of State-
11 Owned Dams; Guaranteed Energy Savings Performance Contract projects; Wetland and
12 Stream Mitigation projects; Bond-funded, Restricted Fund, and Aircraft maintenance
13 pools; Postsecondary Education pools; Commonwealth Office of Technology
14 Infrastructure Upgrades; and the Wastewater Treatment Upgrades pool. Notwithstanding
15 any statute to the contrary, projects estimated to cost \$1,000,000 and over and equipment
16 estimated to cost \$200,000 and over shall be reported to the Capital Projects and Bond
17 Oversight Committee.

18 **(5) Capital Construction and Equipment Purchase Contingency Account:** If
19 funds in the Capital Construction and Equipment Purchase Contingency Account are not
20 sufficient, then expenditures of the fund are to be paid first from the General Fund
21 Surplus Account (KRS 48.700), if available, or from the Budget Reserve Trust Fund
22 Account (KRS 48.705), subject to the conditions and procedures provided in this Act.

23 **(6) Emergency Repair, Maintenance, and Replacement Account:** If funds in
24 the Emergency Repair, Maintenance, and Replacement Account are not sufficient, then
25 expenditures of the fund are to be paid first from the General Fund Surplus Account
26 (KRS 48.700), if available, or from the Budget Reserve Trust Fund Account (KRS
27 48.705), subject to the conditions and procedures provided in this Act.

1 (7) **Appropriation-Supported Debt:** To lower the cost of borrowing, the
2 agencies identified in KRS 45A.850(1)(a) and (2)(a) are authorized to refinance
3 appropriation supported debt obligations that have previously been issued and for which
4 the Commonwealth is currently making lease-rental payments to meet the current debt
5 service requirements. Such action is authorized provided that the principal amount of any
6 such debt obligation is not increased and the term of the debt obligation is not extended.
7 Any such refinancing shall still be subject to the requirements of KRS 45.750 to 45.810
8 for reporting to the Capital Projects and Bond Oversight Committee.

9 (8) **Cash Defeasance:** State agencies identified in KRS 45A.850(1)(a) and (2)(a)
10 are authorized to economically or legally defease debt obligations that have previously
11 been issued by the agency, or through a third-party but for which the Commonwealth or
12 the agency is currently making lease-rental payments to meet the current debt service
13 requirements. If Restricted Funds are used for the defeasance of bonds, the agency may
14 use a prior Agency Bond authorization for a new debt obligation so long as the debt
15 service for the new debt obligation is not greater than the debt service of the defeased
16 bonds and the term of the new debt obligation is not greater than the term of the defeased
17 bonds. Any such refinancing shall still be subject to the requirements of KRS 45.750 to
18 45.810 for reporting to the Capital Projects and Bond Oversight Committee.

19 **A. GENERAL GOVERNMENT**

20 Budget Units	2019-20	2020-21	2021-22
21 1. DEPARTMENT OF VETERANS' AFFAIRS			
22 001. Nurse Call System – Additional Reauthorization (\$1,550,000 Investment 23 Income)			
24 Restricted Funds	4,500,000	-0-	-0-
25 002. Improve/Expand Pavement and Parking Areas			
26 Restricted Funds	-0-	1,600,000	-0-
27 003. Construct Bowling Green Veterans Center			

1	Federal Funds	-0-	19,500,000	-0-
2	Bond Funds	-0-	10,500,000	-0-
3	TOTAL	-0-	30,000,000	-0-
4	004. Maintenance Pool – 2020-2022			
5	Investment Income	-0-	600,000	600,000
6	005. Replace Cooling Tower – Eastern Kentucky Veterans Center			
7	Restricted Funds	-0-	400,000	-0-
8	006. Replace Steam Boiler – Thomson-Hood Veterans Center			
9	Restricted Funds	-0-	300,000	-0-

10 **2. KENTUCKY INFRASTRUCTURE AUTHORITY**

11 **001. KIA Fund A – Federally Assisted Wastewater Program – 2020-2022**

12	Federal Funds	-0-	20,428,000	20,428,000
13	Bond Funds	-0-	4,086,000	4,086,000
14	TOTAL	-0-	24,514,000	24,514,000

15 **(1) Permitted Use of Funds:** The Bond Funds shall be used to meet the state
 16 match requirement for federal funds for the Wastewater State Revolving Loan Fund
 17 Program.

18 **002. KIA Fund F – Drinking Water Revolving Loan Program – 2020-2022**

19	Federal Funds	-0-	18,303,000	18,303,000
20	Bond Funds	-0-	4,561,000	3,661,000
21	TOTAL	-0-	22,864,000	21,964,000

22 **(1) Permitted Use of Funds:** The Bond Funds shall be used to meet the state
 23 match requirement for federal funds for the Safe Drinking Water State Revolving Loan
 24 Fund Program.

25 **003. KIA Fund A – Federally Assisted Wastewater Program – 2018-2020**
 26 Reauthorization (\$30,000,000 Agency Bonds)

27 **004. KIA Fund F – Drinking Water Revolving Loan Program – 2018-2020**

1 Reauthorization (\$30,000,000 Agency Bonds)

2 **3. MILITARY AFFAIRS**

3 **001.** Maintenance Pool – 2020-2022

4	Investment Income	-0-	1,500,000	1,500,000
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5 **002.** Bluegrass Station Facility Maintenance Pool – 2020-2022

6	Restricted Funds	-0-	1,000,000	1,000,000
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7 **003.** Install Solar Panels at Armories Statewide Reauthorization (\$413,000
8 Restricted Funds, \$1,238,000 Federal Funds)

9 **004.** Construct Industrial Building at Bluegrass Station Reauthorization
10 (\$15,000,000 Other Funds)

11 (1) **Authorization:** The above authorization is approved pursuant to KRS 45.763.

12 **005.** Construct Multi-purpose Building at Bluegrass Station Reauthorization
13 (\$15,000,000 Other Funds)

14 (1) **Authorization:** The above authorization is approved pursuant to KRS 45.763.

15 **006.** Construct WHFRTC Qualification Training Range Reauthorization
16 (\$6,515,000 Federal Funds)

17 **4. ATTORNEY GENERAL**

18 **001.** Franklin County – Lease

19 **002.** Upgrade Technology

20	Bond Funds	-0-	2,000,000	-0-
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21 **5. UNIFIED PROSECUTORIAL SYSTEM**

22 **a. Commonwealth's Attorneys**

23 **001.** Jefferson County – Lease

24 **6. AGRICULTURE**

25 **001.** Inspection and Licensing Project

26	Restricted Funds	-0-	1,052,400	1,065,600
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27 **002.** Franklin County – Lease

1 **7. OCCUPATIONAL AND PROFESSIONAL BOARDS AND COMMISSIONS**

2 **a. Nursing**

3 **001.** Jefferson County – Lease

4 **8. KENTUCKY RIVER AUTHORITY**

5 **001.** Locks 2 and 3 Upper Guide Wall Repair

6	Restricted Funds	-0-	4,131,000	-0-
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7 **002.** Design and Repair Lock 5

8	Restricted Funds	-0-	-0-	1,062,000
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9 **003.** Design and Repair Dam 7 Reauthorization (\$3,081,000 Agency Bonds)

10 **004.** Design and Repair Dam 6 Reauthorization (\$2,299,000 Agency Bonds)

11 **9. SCHOOL FACILITIES CONSTRUCTION COMMISSION**

12 **001.** Offers of Assistance – 2018-2020

13	Bond Funds	-0-	58,000,000	-0-
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14 **002.** School Facilities Construction Commission Reauthorization (\$84,500,000
15 Bond Funds)

16 **003.** Offers of Assistance - 2020-2022

17	Bond Funds	-0-	47,527,000	-0-
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18 **B. ECONOMIC DEVELOPMENT CABINET**

19 **(1) Economic Development Bond Issues:** Before any economic development
20 bonds are issued, the proposed bond issue shall be approved by the Secretary of the
21 Finance and Administration Cabinet and the State Property and Buildings Commission
22 under KRS 56.440 to 56.590. In addition to the terms and conditions of KRS 154.12-100,
23 administration of the Economic Development Bond Program by the Secretary of the
24 Cabinet for Economic Development is subject to the following guideline: project
25 selection shall be documented when presented to the Secretary of the Finance and
26 Administration Cabinet. Included in the documentation shall be the rationale for selection
27 and expected economic development impact.

1 **4. WORKFORCE INVESTMENT**

2 **001.** Replace Unemployment Insurance System – Additional Reauthorization
 3 (\$10,440,000 Restricted Funds)

4 Restricted Funds 37,560,000 -0-

5 **002.** Hardin County - Lease

6 **003.** Kenton County - Lease

7 **E. ENERGY AND ENVIRONMENT CABINET**

8 **Budget Units 2020-21 2021-22**

9 **1. SECRETARY**

10 **001.** Maintenance Pool – 2020-2022

11 Investment Income 300,000 300,000

12 **2. ENVIRONMENTAL PROTECTION**

13 **001.** State-Owned Dam Repair – 2020-2022

14 Bond Funds 7,000,000 -0-

15 **F. FINANCE AND ADMINISTRATION CABINET**

16 **Budget Units 2020-21 2021-22**

17 **1. FACILITIES AND SUPPORT SERVICES**

18 **001.** Capitol Campus Upgrade

19 Bond Funds 22,000,000 -0-

20 **002.** Maintenance Pool – 2020-2022

21 Bond Funds 5,000,000 5,000,000

22 **003.** Air Handler Replacement and Repair – Central Lab Reauthorization and
 23 Reallocation (\$189,700 Bond Funds)

24 Bond Funds 2,011,300 -0-

25 **(1) Reauthorization and Reallocation:** The above project is authorized from a
 26 reallocation of the projects set forth in 2014 Ky. Acts ch. 117, Part II, F., 2., 002. and
 27 2012 Ky. Acts ch. 144, Part II, F., 2., 002..

1	004. Elevator Upgrades Phase 1		
2	Bond Funds	2,000,000	-0-
3	005. HVAC Replacement and Repair COT Building		
4	Investment Income	1,200,000	-0-
5	006. Guaranteed Energy Savings Performance Contracts		

6 **2. COMMONWEALTH OFFICE OF TECHNOLOGY**

7 **(1) Transfer of Restricted Funds from Operating Budget:** For the major
 8 equipment purchases displayed in this section funded from Restricted Funds, it is
 9 anticipated that these funds shall be transferred from the Operating Budget as funds are
 10 available and needed.

11	001. Enterprise Infrastructure 2020-2022		
12	Restricted Funds	4,000,000	4,000,000
13	002. Boone County – Lease		

14 **3. KENTUCKY LOTTERY CORPORATION**

15	001. Data Processing, Telecommunications, and Related Equipment		
16	Other Funds	500,000	-0-

17 **G. HEALTH AND FAMILY SERVICES CABINET**

18	Budget Units	2020-21	2021-22
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19 **1. GENERAL ADMINISTRATION AND PROGRAM SUPPORT**

20	001. Maintenance Pool – 2020-2022		
21	Bond Funds	5,000,000	5,000,000
22	002. KASPER		
23	Federal Funds	1,820,000	-0-
24	Investment Income	180,000	-0-
25	TOTAL	2,000,000	-0-

26 **2. OFFICE FOR CHILDREN WITH SPECIAL HEALTH CARE NEEDS**

27	001. Jefferson County – Lease		
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1	3. BEHAVIORAL HEALTH, DEVELOPMENTAL AND INTELLECTUAL		
2	DISABILITIES		
3	001. Oakwood Renovate/Replace Cottages – Phase II		
4	Bond Funds	8,000,000	-0-
5	002. Western State Hospital – Electrical Upgrade – Phase III		
6	Bond Funds	3,493,000	-0-
7	003. Oakwood Replace, Upgrade, and Enhance Generators		
8	Bond Funds	1,825,000	-0-
9	4. PUBLIC HEALTH		
10	001. WIC Modernization		
11	Federal Funds	10,756,000	-0-
12	5. INCOME SUPPORT		
13	001. Franklin County – Lease		
14	6. COMMUNITY BASED SERVICES		
15	001. Boone County – Lease		
16	002. Boyd County – Lease		
17	003. Campbell County – Lease		
18	004. Daviess County – Lease		
19	005. Greenup County – Lease		
20	006. Fayette County – Lease		
21	007. Franklin County – Lease		
22	008. Hardin County – Lease		
23	009. Johnson County – Lease		
24	010. Kenton County – Lease		
25	011. Madison County – Lease		
26	012. Shelby County – Lease		
27	013. Warren County – Lease		

1 **014.** Perry County – Lease

2 **015.** Muhlenberg County – Lease

3 **H. JUSTICE AND PUBLIC SAFETY CABINET**

4 Budget Units	2020-21	2021-22
5 1. JUSTICE ADMINISTRATION		
6 001. Franklin County – Lease		
7 2. CRIMINAL JUSTICE TRAINING		
8 001. Maintenance Pool – 2020-2022		
9 Restricted Funds	1,500,000	1,500,000
10 3. JUVENILE JUSTICE		
11 001. Maintenance Pool – 2020-2022		
12 Investment Income	1,500,000	1,500,000
13 002. Franklin County – Lease		
14 4. STATE POLICE		
15 001. Emergency Radio System Replacement, Phase II		
16 Bond Funds	52,450,000	-0-
17 002. Maintenance Pool – 2020-2022		
18 Investment Income	1,000,000	1,000,000
19 003. Two Mass Spectrometry Instruments		
20 General Fund	700,000	-0-
21 5. CORRECTIONS		
22 a. Adult Correctional Institutions		
23 001. Maintenance Pool – 2020-2022		
24 Bond Funds	5,000,000	5,000,000
25 002. Repair/Replace Roofs – Eastern Kentucky Correctional Complex		
26 Bond Funds	6,531,000	-0-
27 003. Install Emergency Generators – Luther Lockett and Green River		

1	Bond Funds		5,700,000	-0-
2	004. Floyd County – Lease			
3	b. Community Services and Local Facilities			
4	001. Fayette County – Lease			
5	002. Campbell County – Lease			
6	003. Jefferson County – Lease			
7	6. PUBLIC ADVOCACY			
8	001. Franklin County – Lease			
9	002. Fayette County – Lease			
10	I. POSTSECONDARY EDUCATION			
11	Budget Units	2019-20	2020-21	2021-22
12	1. COUNCIL ON POSTSECONDARY EDUCATION			
13	001. Franklin County – Lease			
14	2. KENTUCKY HIGHER EDUCATION STUDENT LOAN CORPORATION			
15	001. Jefferson County – Lease			
16	3. EASTERN KENTUCKY UNIVERSITY			
17	001. Replace and Renovate Student Housing			
18	Other Funds	-0-	50,000,000	-0-
19	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
20	002. Demolish Building Pool			
21	Restricted Funds	-0-	20,000,000	-0-
22	Other Funds	-0-	20,000,000	-0-
23	TOTAL	-0-	40,000,000	-0-
24	003. Upgrade/Approve Athletics Facilities/Fields Pool			
25	Agency Bonds	-0-	25,000,000	-0-
26	Other Funds	-0-	12,000,000	-0-
27	TOTAL	-0-	37,000,000	-0-

1	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
2	004. Campus Infrastructure Upgrade			
3	Other Funds	-0-	35,000,000	-0-
4	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
5	005. Miscellaneous Maintenance Pool – 2020-2022			
6	Restricted Funds	-0-	20,000,000	-0-
7	006. Repair/Replace Infrastructure/Building System Pool			
8	Restricted Funds	-0-	20,000,000	-0-
9	007. Construct Regional Health Facility			
10	Federal Funds	-0-	15,000,000	-0-
11	008. Campus Data Network Pool			
12	Restricted Funds	-0-	13,000,000	-0-
13	009. Construct Alumni and Welcome Center			
14	Other Funds	-0-	13,000,000	-0-
15	010. Innovation and Commercialization Pool			
16	Other Funds	-0-	10,000,000	-0-
17	011. Renovate Mechanical Systems Pool			
18	Restricted Funds	-0-	10,000,000	-0-
19	012. Steam Line Upgrades			
20	Other Funds	-0-	10,000,000	-0-
21	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
22	013. Upgrade and Improve Residence Halls			
23	Restricted Funds	-0-	10,000,000	-0-
24	014. Academic Computing Pool			
25	Restricted Funds	-0-	8,000,000	-0-
26	015. Scientific and Research Equipment Pool			
27	Restricted Funds	-0-	3,000,000	-0-

1	Federal Funds	-0-	2,200,000	-0-
2	Other Funds	-0-	2,200,000	-0-
3	TOTAL	-0-	7,400,000	-0-
4	016. Administrative Computing Pool			
5	Restricted Funds	-0-	6,500,000	-0-
6	017. Commonwealth Hall Partial Repurposing and Renovation			
7	Restricted Funds	-0-	6,000,000	-0-
8	018. Property Acquisitions Pools			
9	Restricted Funds	-0-	3,000,000	-0-
10	Other Funds	-0-	3,000,000	-0-
11	TOTAL	-0-	6,000,000	-0-
12	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
13	019. Aviation Acquisition Pool			
14	Restricted Funds	-0-	5,000,000	-0-
15	020. Construct Student Health Center			
16	Other Funds	-0-	2,705,000	-0-
17	021. University Services Space			
18	Restricted Funds	-0-	2,000,000	-0-
19	Other Funds	-0-	500,000	-0-
20	TOTAL	-0-	2,500,000	-0-
21	022. Chemistry and Translational Research Pool			
22	Restricted Funds	-0-	675,000	-0-
23	Other Funds	-0-	350,000	-0-
24	TOTAL	-0-	1,025,000	-0-
25	023. Natural Areas Improvement Pool			
26	Restricted Funds	-0-	825,000	-0-
27	024. Improve Campus Pedestrian, Parking, and Transport Reauthorization			

1	(\$15,000,000 Agency Bonds, \$12,000,000 Restricted Funds, \$3,000,000 Other Funds)			
2	025.	Guaranteed Energy Savings Performance Contracts		
3	026.	Aviation – Lease		
4	027.	New Housing Space – Lease		
5	028.	Madison County – Student Housing – Lease		
6	029.	Madison County – Land – Lease		
7	030.	Multi-Property – Multi-Use – Lease 1		
8	031.	Multi-Property – Multi-Use – Lease 2		
9	032.	Construct Aviation/Aerospace Instructional Facility		
10		Bond Funds	-0-	3,016,000
				-0-
11	033.	Purchase Aviation Maintenance Technician/Pilot Training Equipment		
12		Bond Funds	-0-	5,000,000
				-0-
13	4.	KENTUCKY STATE UNIVERSITY		
14	001.	Construct New Residence Hall		
15		Other Funds	-0-	55,562,000
				-0-
16	(1) Authorization:	The above authorization is approved pursuant to KRS 45.763.		
17	002.	Acquire Land/Master Plan – 2020-2022		
18		Restricted Funds	-0-	1,044,000
				-0-
19		Federal Funds	-0-	1,044,000
				-0-
20		TOTAL	-0-	2,088,000
				-0-
21	003.	Guaranteed Energy Savings Performance Contracts		
22	5.	MOREHEAD STATE UNIVERSITY		
23	001.	Construct New Residence Hall		
24		Agency Bonds	-0-	37,956,000
				-0-
25	002.	Capital Renewal and Maintenance Pool – Auxiliary		
26		Agency Bonds	-0-	4,539,000
				-0-
27	003.	Renovate Alumni Tower Ground Floor		

1	Agency Bonds	-0-	3,812,000	-0-
2	004. Replace Exterior Precast Panels – Nunn Hall			
3	Agency Bonds	-0-	3,148,000	-0-
4	005. Construct New Volleyball Facility – Phase 2			
5	Agency Bonds	-0-	2,380,000	-0-
6	006. Comply with ADA – Auxiliary			
7	Agency Bonds	-0-	2,034,000	-0-
8	007. Replace Turf on Jacobs Field			
9	Agency Bonds	-0-	1,102,000	-0-
10	008. Guaranteed Energy Savings Performance Contracts			
11	009. Renovate Cartmell Residence Hall – Reauthorization (\$15,200,000 Agency			
12	Bonds)			
13	6. MURRAY STATE UNIVERSITY			
14	001. Construct Residential Housing			
15	Other Funds	-0-	66,000,000	-0-
16	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
17	002. Renovate/Replace Residence Hall			
18	Agency Bonds	-0-	16,740,000	-0-
19	003. Construct/Renovate Alternate Dining Facility			
20	Other Funds	-0-	12,000,000	-0-
21	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
22	004. Renovate Winslow Cafeteria			
23	Restricted Funds	-0-	4,673,000	-0-
24	005. Renovate Residence Hall Electrical System			
25	Agency Bonds	-0-	4,180,000	-0-
26	006. Acquire Property			
27	Restricted Funds	-0-	4,000,000	-0-

1	007. Repairs of Biology Building			
2	Restricted Funds	4,000,000	-0-	-0-
3	008. Renovate Residence Hall HVAC System			
4	Agency Bonds	-0-	3,503,000	-0-
5	009. Replace CFSB Center Seating			
6	Restricted Funds	-0-	3,500,000	-0-
7	010. Renovate Residence Hall Interior			
8	Agency Bonds	-0-	1,601,000	-0-
9	011. Install CFSB Center Generator			
10	Restricted Funds	-0-	1,541,000	-0-
11	012. Acquire Agriculture Research Farm Land			
12	Restricted Funds	-0-	1,200,000	-0-
13	013. Replace Residence Hall Domestic Water Piping			
14	Agency Bonds	-0-	1,143,000	-0-
15	014. Agriculture Instructional Laboratory and Technology Equipment			
16	Other Funds	-0-	800,000	-0-
17	015. Broadcasting Education Laboratory Equipment			
18	Other Funds	-0-	225,000	-0-
19	016. Guaranteed Energy Savings Performance Contracts			
20	017. Renovate Residence Hall or Replace - LTF			
21	Other Funds	-0-	16,740,000	-0-
22	018. Renovate Residence Hall Electrical System - LTF			
23	Other Funds	-0-	4,180,000	-0-
24	019. Renovate Residence Hall HVAC System - LTF			
25	Other Funds	-0-	3,503,000	-0-
26	020. Renovate Residence Hall Interior - LTF			
27	Other Funds	-0-	1,601,000	-0-

1	021. Replace Campus Communications Infrastructure (Fiber Ring)			
2	Restricted Funds	-0-	4,640,000	-0-
3	7. NORTHERN KENTUCKY UNIVERSITY			
4	001. Renew/Renovate Fine Arts Center Phase II			
5	Restricted Funds	-0-	45,000,000	-0-
6	Other Funds	-0-	5,000,000	-0-
7	TOTAL	-0-	50,000,000	-0-
8	002. Renovate/Expand Civic Center Building			
9	Other Funds	-0-	8,000,000	-0-
10	003. Renovate/Expand Business Academic Building			
11	Restricted Funds	-0-	33,000,000	-0-
12	Other Funds	-0-	8,000,000	-0-
13	TOTAL	-0-	41,000,000	-0-
14	004. Replace Event Center Technology			
15	Other Funds	-0-	4,000,000	-0-
16	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
17	005. Renew/Renovate Nunn Hall			
18	Restricted Funds	-0-	25,000,000	-0-
19	Other Funds	-0-	5,000,000	-0-
20	TOTAL	-0-	30,000,000	-0-
21	006. Expand/Renovate Soccer Stadium			
22	Other Funds	-0-	3,500,000	-0-
23	007. Acquire Land/Master Plan 2010-2012 Reauthorization (\$17,500,000			
24	Agency Bonds, \$4,000,000 Restricted Funds, \$4,000,000 Other Funds)			
25	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
26	008. Replace Underground Utility Infrastructure			
27	Restricted Funds	-0-	6,700,000	-0-

1	009. Renew/Renovate Steely Library			
2	Restricted Funds	-0-	41,000,000	-0-
3	010. Renovate Brown Building Reauthorization (\$3,000,000 Restricted Funds,			
4	\$1,500,000 Other Funds)			
5	011. Renew E&G Building Systems Projects Pool			
6	Restricted Funds	-0-	20,000,000	-0-
7	012. Construct Research/Innovation Building Reauthorization (\$30,000,000 Other			
8	Funds)			
9	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
10	013. Construct /Acquire New Residence Hall Reauthorization (\$4,571,000 Agency			
11	Bonds)			
12	014. Reconstruct West Side Parking Reauthorization (\$6,529,000 Agency Bonds)			
13	015. Renovate/Construct Campbell Hall			
14	Restricted Funds	-0-	9,000,000	-0-
15	Other Funds	-0-	9,000,000	-0-
16	TOTAL	-0-	18,000,000	-0-
17	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
18	016. Academic Space – Lease			
19	017. Office Space – Lease			
20	018. Guaranteed Energy Savings Performance Contracts			
21	019. Renovate Residence Halls			
22	Agency Bonds	-0-	10,000,000	-0-
23	020. Renovate/Expand Baseball Field Additional Reauthorization			
24	Other Funds	-0-	6,700,000	-0-
25	021. Upgrade Admin/IT Infrastructure Pool			
26	Restricted Funds	-0-	15,500,000	-0-
27	Other Funds	-0-	6,000,000	-0-

1	TOTAL	-0-	21,500,000	-0-
2	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
3	022. Enhance Student Union			
4	Restricted Funds	1,500,000	-0-	-0-
5	Other Funds	3,000,000	-0-	-0-
6	TOTAL	4,500,000	-0-	-0-
7	8. UNIVERSITY OF KENTUCKY			
8	001. Replace UK HealthCare IT Systems 1			
9	Restricted Funds	-0-	320,000,000	-0-
10	002. Improve UK HealthCare Facilities – UK Chandler Hospital			
11	Restricted Funds	-0-	310,000,000	-0-
12	003. Construct Library/Knowledge Center			
13	Restricted Funds	-0-	237,000,000	-0-
14	004. Improve Funkhouser Building			
15	Restricted Funds	-0-	92,000,000	-0-
16	005. Construct College of Medicine Building			
17	Restricted Funds	-0-	200,000,000	-0-
18	006. Construct Student Housing			
19	Restricted Funds	-0-	50,000,000	-0-
20	Other Funds	-0-	100,000,000	-0-
21	TOTAL	-0-	150,000,000	-0-
22	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
23	007. Improve Campus Parking and Transportation System			
24	Restricted Funds	-0-	150,000,000	-0-
25	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
26	008. Improve Parking/Transportation Systems UK HealthCare			
27	Restricted Funds	-0-	75,000,000	-0-

1	Other Funds	-0-	75,000,000	-0-
2	TOTAL	-0-	150,000,000	-0-
3	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
4	009. Construct Digital Village Building 3			
5	Restricted Funds	-0-	70,000,000	-0-
6	Other Funds	-0-	70,000,000	-0-
7	TOTAL	-0-	140,000,000	-0-
8	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
9	010. Facilities Renewal and Modernization			
10	Agency Bonds	-0-	125,000,000	-0-
11	011. Acquire/Renovate Housing			
12	Agency Bonds	-0-	40,000,000	-0-
13	Other Funds	-0-	35,000,000	-0-
14	TOTAL	-0-	75,000,000	-0-
15	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
16	012. Construct Retail/Parking Facility 1			
17	Other Funds	-0-	75,000,000	-0-
18	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
19	013. Construct Retail/Parking Facility 2			
20	Other Funds	-0-	75,000,000	-0-
21	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
22	014. Improve Center for Applied Energy Research Facilities			
23	Restricted Funds	-0-	75,000,000	-0-
24	015. Improve Multi-Disciplinary Science Building			
25	Restricted Funds	-0-	10,000,000	-0-
26	016. Construct/Improve Greek Housing			
27	Restricted Funds	-0-	36,000,000	-0-

1	Other Funds	-0-	36,000,000	-0-
2	TOTAL	-0-	72,000,000	-0-
3	017. Renovate/Improve King Library			
4	Restricted Funds	-0-	5,000,000	-0-
5	018. Construct Office Park at Coldstream			
6	Other Funds	-0-	65,000,000	-0-
7	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
8	019. Improve Memorial Coliseum			
9	Other Funds	-0-	65,000,000	-0-
10	020. Implement Land Use Plan – UK HealthCare			
11	Restricted Funds	-0-	60,000,000	-0-
12	021. Acquire Land			
13	Restricted Funds	-0-	50,000,000	-0-
14	022. Repair/Upgrade/Expand Central Plants			
15	Restricted Funds	-0-	112,000,000	-0-
16	023. Acquire Medical Facility 1			
17	Restricted Funds	-0-	50,000,000	-0-
18	024. Improve Whalen Building & Bay Facility			
19	Restricted Funds	-0-	5,000,000	-0-
20	025. Acquire Medical Facility 2			
21	Restricted Funds	-0-	50,000,000	-0-
22	026. Acquire/Renovate Clinical Research Facility			
23	Restricted Funds	-0-	8,000,000	-0-
24	027. Acquire/Improve Clinical Administrative Facility 1			
25	Restricted Funds	-0-	50,000,000	-0-
26	028. Construct Ambulatory Facility – UK HealthCare			
27	Restricted Funds	-0-	50,000,000	-0-

1	029. Improve McVey Hall			
2	Restricted Funds	-0-	35,000,000	-0-
3	030. Construct Clinical/Administrative Facility 1			
4	Restricted Funds	-0-	50,000,000	-0-
5	031. Improve Building Systems – UK HealthCare			
6	Restricted Funds	-0-	50,000,000	-0-
7	032. Improve Campus Core Quadrangle Facilities			
8	Restricted Funds	-0-	65,000,000	-0-
9	033. Improve Clinical/Ambulatory Services Facilities UK HealthCare			
10	Restricted Funds	-0-	50,000,000	-0-
11	034. Improve Reynolds Building 1			
12	Restricted Funds	-0-	35,000,000	-0-
13	035. Improve Coldstream Research Campus			
14	Restricted Funds	-0-	50,000,000	-0-
15	036. Improve Scovell Hall			
16	Restricted Funds	-0-	45,000,000	-0-
17	037. Improve Pence Hall			
18	Restricted Funds	-0-	20,000,000	-0-
19	038. Upgrade/Renovate/Expand Research Labs			
20	Restricted Funds	-0-	50,000,000	-0-
21	039. Expand/Improve Kastle Hall			
22	Restricted Funds	-0-	43,000,000	-0-
23	040. Expand/Improve Barnhart Building			
24	Other Funds	-0-	40,000,000	-0-
25	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
26	041. Improve Memorial Hall			
27	Restricted Funds	-0-	13,000,000	-0-

1	042. Purchase/Construct CO2 Capture Process Plant			
2	Federal Funds	-0-	40,000,000	-0-
3	043. Construct New Alumni Center			
4	Other Funds	-0-	38,000,000	-0-
5	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
6	044. Improve Chemistry/Physics Building Phase 3			
7	Restricted Funds	-0-	65,000,000	-0-
8	045. Construct Tennis Facility			
9	Restricted Funds	-0-	17,500,000	-0-
10	Other Funds	-0-	17,500,000	-0-
11	TOTAL	-0-	35,000,000	-0-
12	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
13	046. Improve Jacobs Science Building			
14	Restricted Funds	-0-	32,000,000	-0-
15	047. Construct Clinical/Administrative Facility 2			
16	Restricted Funds	-0-	30,000,000	-0-
17	048. Construct/Improve Parking I			
18	Restricted Funds	-0-	30,000,000	-0-
19	049. Improve Barnhart Building			
20	Restricted Funds	-0-	40,000,000	-0-
21	050. Construct/Improve Parking II			
22	Restricted Funds	-0-	30,000,000	-0-
23	051. Decommission Facilities			
24	Restricted Funds	-0-	30,000,000	-0-
25	052. Improve Parking Garage 1			
26	Restricted Funds	-0-	30,000,000	-0-
27	053. Improve Parking Garage 2			

1	Restricted Funds	-0-	30,000,000	-0-
2	054. Improve Sanders-Brown Building			
3	Restricted Funds	-0-	35,000,000	-0-
4	055. Research Equipment Replacement			
5	Restricted Funds	-0-	30,000,000	-0-
6	056. Construct Teaching Pavilion			
7	Restricted Funds	-0-	28,000,000	-0-
8	057. Acquire/Improve Clinical/Administrative Facility 2			
9	Restricted Funds	-0-	25,000,000	-0-
10	058. Improve Dentistry Facility			
11	Restricted Funds	-0-	25,000,000	-0-
12	059. Improve Good Samaritan Hospital Facilities UK HealthCare			
13	Restricted Funds	-0-	25,000,000	-0-
14	060. Improve Taylor Education Building			
15	Restricted Funds	-0-	40,000,000	-0-
16	061. Improve Medical Facility 1			
17	Restricted Funds	-0-	25,000,000	-0-
18	062. Improve Dickey Hall			
19	Restricted Funds	-0-	20,000,000	-0-
20	063. Improve Medical Facility 2			
21	Restricted Funds	-0-	25,000,000	-0-
22	064. Improve Anderson Tower			
23	Restricted Funds	-0-	6,000,000	-0-
24	065. Renovate/Upgrade UK HealthCare Facilities – Additional Reauthorization			
25	(\$75,000,000 Agency Bonds)			
26	Agency Bonds	-0-	25,000,000	-0-
27	066. Repair Emergency Infrastructure/Building Systems			

1	Restricted Funds	-0-	25,000,000	-0-
2	067. Construct Agriculture Research Facility 1			
3	Restricted Funds	-0-	20,000,000	-0-
4	068. Construct Library Depository Facility			
5	Restricted Funds	-0-	20,000,000	-0-
6	069. Construct Indoor Track			
7	Other Funds	-0-	20,000,000	-0-
8	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
9	070. Improve W.T. Young Facility			
10	Restricted Funds	-0-	5,000,000	-0-
11	071. Construct Research/Incubator Facility			
12	Other Funds	-0-	20,000,000	-0-
13	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
14	072. Renovate/Improve Nursing Building			
15	Restricted Funds	-0-	2,000,000	-0-
16	073. Construct/Expand/Renovate Ambulatory Care – UK HealthCare			
17	Restricted Funds	-0-	20,000,000	-0-
18	074. Renovate/Improve Frazee Hall			
19	Restricted Funds	-0-	11,000,000	-0-
20	075. Expand/Improve Johnson Center			
21	Restricted Funds	-0-	30,000,000	-0-
22	076. Improve Markey Cancer Center – UK HealthCare			
23	Restricted Funds	-0-	20,000,000	-0-
24	077. Improve Library Facility			
25	Restricted Funds	-0-	20,000,000	-0-
26	078. Improve Student Center Space 2			
27	Restricted Funds	-0-	20,000,000	-0-

1	079. Upgrade Dining Facilities			
2	Restricted Funds	-0-	10,000,000	-0-
3	Other Funds	-0-	10,000,000	-0-
4	TOTAL	-0-	20,000,000	-0-
5	(1) Authorization:	The above authorization is approved pursuant to KRS 45.763.		
6	080. Acquire Data Center Hardware – UK HealthCare			
7	Restricted Funds	-0-	15,000,000	-0-
8	081. Expand/Improve Willard Medical Education Building			
9	Restricted Funds	-0-	20,000,000	-0-
10	082. Acquire/Improve Elevator System – UK HealthCare			
11	Restricted Funds	-0-	15,000,000	-0-
12	083. Construct Engineering Center Building			
13	Restricted Funds	-0-	110,000,000	-0-
14	084. Construct/Improve Clinical/Administrative Facilities – UK HealthCare			
15	Restricted Funds	-0-	15,000,000	-0-
16	085. Construct/Improve Recreation Quad 1			
17	Restricted Funds	-0-	15,000,000	-0-
18	086. Improve Life Safety			
19	Restricted Funds	-0-	15,000,000	-0-
20	087. Construct/Fit-Up Retail Space			
21	Restricted Funds	-0-	10,000,000	-0-
22	Other Funds	-0-	5,000,000	-0-
23	TOTAL	-0-	15,000,000	-0-
24	088. Renovate/Improve Mineral Industries Building			
25	Restricted Funds	-0-	6,000,000	-0-
26	089. Improve Lancaster Aquatic Center 1			
27	Other Funds	-0-	12,000,000	-0-

1	090. Improve Medical Center Library			
2	Restricted Funds	-0-	12,000,000	-0-
3	091. Improve University Storage Facility			
4	Restricted Funds	-0-	12,000,000	-0-
5	092. Construct Equine Campus, Phase 2			
6	Restricted Funds	-0-	11,000,000	-0-
7	093. Improve Peterson Service Building			
8	Restricted Funds	-0-	14,000,000	-0-
9	094. Acquire Telemedicine/Virtual ICU – UK HealthCare			
10	Restricted Funds	-0-	10,000,000	-0-
11	095. Acquire/Renovate Administrative Facility			
12	Restricted Funds	-0-	10,000,000	-0-
13	096. Acquire/Upgrade IT System – UK HealthCare			
14	Restricted Funds	-0-	10,000,000	-0-
15	097. Construct Agriculture Research Facility 2			
16	Restricted Funds	-0-	10,000,000	-0-
17	098. Construct Metal Arts/Digital Media Building			
18	Restricted Funds	-0-	10,000,000	-0-
19	099. Construct/Renovate Gymnastic Practice Facility			
20	Other Funds	-0-	10,000,000	-0-
21	100. Implement Patient Communication System – UK HealthCare			
22	Restricted Funds	-0-	10,000,000	-0-
23	101. Improve Moloney Building			
24	Restricted Funds	-0-	17,000,000	-0-
25	102. Improve Athletics Facility 1			
26	Other Funds	-0-	10,000,000	-0-
27	103. Improve Athletics Facility 2			

1	Other Funds	-0-	10,000,000	-0-
2	104. Improve Spindletop Hall Facilities			
3	Restricted Funds	-0-	15,000,000	-0-
4	105. Expand/Renovate/Improve Sturgill Development Building			
5	Restricted Funds	-0-	4,000,000	-0-
6	106. Improve DLAR Facilities			
7	Restricted Funds	-0-	10,000,000	-0-
8	107. Construct/Improve Office Building			
9	Restricted Funds	-0-	55,000,000	-0-
10	108. Improve Wildcat Coal Lodge			
11	Other Funds	-0-	10,000,000	-0-
12	109. Construct Facilities Shops & Storage Facility			
13	Restricted Funds	-0-	27,000,000	-0-
14	110. Lease – Purchase Campus Infrastructure			
15	Restricted Funds	-0-	10,000,000	-0-
16	111. Improve Academic Facility 1			
17	Restricted Funds	-0-	16,000,000	-0-
18	112. Lease – Purchase Campus IT Systems			
19	Restricted Funds	-0-	10,000,000	-0-
20	113. Expand/Renovate/Improve LTS Facility			
21	Restricted Funds	-0-	20,000,000	-0-
22	114. Improve Lancaster Aquatic Center 2			
23	Other Funds	-0-	8,000,000	-0-
24	115. Construct Childcare Center Facility			
25	Restricted Funds	-0-	10,000,000	-0-
26	116. Improve Kroger Field Stadium			
27	Other Funds	-0-	7,000,000	-0-

1	117. Improve Carnahan House			
2	Restricted Funds	-0-	8,000,000	-0-
3	118. Lease – Purchase High Performance Computer			
4	Restricted Funds	-0-	7,000,000	-0-
5	119. Renovate/Improve Nursing Units – UK HealthCare			
6	Restricted Funds	-0-	7,000,000	-0-
7	120. Acquire/Improve Golf Facility			
8	Other Funds	-0-	6,000,000	-0-
9	121. Expand Kentucky Geological Survey Well Sample and Core Repository			
10	Restricted Funds	-0-	6,000,000	-0-
11	122. Improve Academic/Administrative Space 1			
12	Restricted Funds	-0-	10,000,000	-0-
13	123. Improve Athletics Facility 3			
14	Other Funds	-0-	6,000,000	-0-
15	124. Improve Academic/Administrative Space 2			
16	Restricted Funds	-0-	10,000,000	-0-
17	125. Improve Seaton Center			
18	Restricted Funds	-0-	6,000,000	-0-
19	126. Acquire Equipment/Furnishings Pool			
20	Other Funds	-0-	5,000,000	-0-
21	127. Improve Academic/Administrative Space 3			
22	Restricted Funds	-0-	10,000,000	-0-
23	128. ADA Compliance Pool			
24	Restricted Funds	-0-	5,000,000	-0-
25	129. Improve Academic/Administrative Space 4			
26	Restricted Funds	-0-	10,000,000	-0-
27	130. Construct Hospice Facility – UK HealthCare			

1	Restricted Funds	-0-	5,000,000	-0-
2	131. Construct/Improve Athletics Facility			
3	Other Funds	-0-	5,000,000	-0-
4	132. Construct/Improve Campus Recreation Field 1			
5	Restricted Funds	-0-	5,000,000	-0-
6	133. Improve Student Center Space 3			
7	Restricted Funds	-0-	25,000,000	-0-
8	134. Construct/Improve Campus Recreation Field 2			
9	Restricted Funds	-0-	5,000,000	-0-
10	135. Construct/Improve Campus Recreation Field 3			
11	Restricted Funds	-0-	5,000,000	-0-
12	136. Improve Patterson Hall			
13	Restricted Funds	-0-	12,000,000	-0-
14	137. Improve Athletics Facility 4			
15	Other Funds	-0-	5,000,000	-0-
16	138. Improve Athletics Facility 5			
17	Other Funds	-0-	5,000,000	-0-
18	139. Improve Baseball Facility Phase II			
19	Other Funds	-0-	5,000,000	-0-
20	140. Improve Campus Infrastructure			
21	Restricted Funds	-0-	5,000,000	-0-
22	141. Improve Enterprise Networking 1			
23	Restricted Funds	-0-	5,000,000	-0-
24	142. Improve Civil/Site Infrastructure			
25	Restricted Funds	-0-	50,000,000	-0-
26	143. Improve Enterprise Networking 2			
27	Restricted Funds	-0-	5,000,000	-0-

1	144. Improve Electrical Infrastructure			
2	Restricted Funds	-0-	28,000,000	-0-
3	145. Improve Joe Craft Center			
4	Other Funds	-0-	5,000,000	-0-
5	146. Improve Mechanical Infrastructure			
6	Restricted Funds	-0-	26,000,000	-0-
7	147. Improve Medical Plaza			
8	Restricted Funds	-0-	5,000,000	-0-
9	148. Improve Building Mechanical Systems			
10	Restricted Funds	-0-	35,000,000	-0-
11	149. Improve Nutter Training Facility			
12	Other Funds	-0-	5,000,000	-0-
13	150. Improve Soccer/Softball Facility			
14	Other Funds	-0-	5,000,000	-0-
15	151. Improve Building Electrical Systems			
16	Restricted Funds	-0-	10,000,000	-0-
17	152. Lease – Purchase Campus Call Center System			
18	Restricted Funds	-0-	5,000,000	-0-
19	153. Acquire/Improve Elevator Systems			
20	Restricted Funds	-0-	10,000,000	-0-
21	154. Lease – Purchase Network Security			
22	Restricted Funds	-0-	5,000,000	-0-
23	155. Improve Building Shell Systems			
24	Restricted Funds	-0-	40,000,000	-0-
25	156. Renovate Space for a Testing Center			
26	Restricted Funds	-0-	5,000,000	-0-
27	157. Expand/Improve Cooper House			

1	Restricted Funds	-0-	4,000,000	-0-
2	158. Improve Fume Hood Systems			
3	Restricted Funds	-0-	10,000,000	-0-
4	159. Repair/Replace Campus Cable Infrastructure			
5	Restricted Funds	-0-	4,000,000	-0-
6	160. Acquire Transportation Buses Pool			
7	Restricted Funds	-0-	3,000,000	-0-
8	161. Construct Cross Country Trail			
9	Other Funds	-0-	3,000,000	-0-
10	162. Construct/Improve Athletics Playing Fields 1			
11	Other Funds	-0-	3,000,000	-0-
12	163. Construct/Improve Athletics Playing Fields 2			
13	Other Funds	-0-	3,000,000	-0-
14	164. Construct/Relocate Data Center			
15	Restricted Funds	-0-	50,000,000	-0-
16	165. Lease – Purchase Voice Infrastructure			
17	Restricted Funds	-0-	3,000,000	-0-
18	166. Relocate/Replace Greenhouses			
19	Restricted Funds	-0-	3,000,000	-0-
20	167. Acquire Information Technology Systems			
21	Other Funds	-0-	2,000,000	-0-
22	168. Construct North Farm Agriculture Research Facility			
23	Restricted Funds	-0-	2,000,000	-0-
24	169. Improve Joe Craft Football Practice Facility			
25	Other Funds	-0-	2,000,000	-0-
26	170. Improve Nutter Field House			
27	Other Funds	-0-	2,000,000	-0-

1	171. Improve Senior Center			
2	Restricted Funds	-0-	2,000,000	-0-
3	172. Construct Data Center - UKHC			
4	Restricted Funds	-0-	45,000,000	-0-
5	173. Improve Sanders-Brown Center on Aging/Neuroscience Facilities			
6	Completion			
7	Bond Funds	-0-	14,000,000	-0-
8	Other Funds	-0-	14,000,000	-0-
9	TOTAL	-0-	28,000,000	-0-
10	(1) Authorization:	The above authorization is approved pursuant to KRS 45.763.		
11	174. Construct Police Headquarters			
12	Restricted Funds	-0-	27,000,000	-0-
13	175. Construct Indoor Track			
14	Restricted Funds	-0-	20,000,000	-0-
15	176. Upgrade/Expand Campus Security Platform			
16	Restricted Funds	-0-	10,000,000	-0-
17	177. Construct Beam Institute 1			
18	Restricted Funds	-0-	10,000,000	-0-
19	178. Construct Beam Institute 2			
20	Restricted Funds	-0-	10,000,000	-0-
21	179. Construct/Fit-Up Retail Space			
22	Other Funds	-0-	5,000,000	-0-
23	180. Construct Housing Reauthorization (\$50,000,000 Agency Bonds)			
24	181. Renovate/Modernize Facilities Reauthorization (\$63,000,000 Agency Bonds)			
25	182. Renovate/Improve Housing Reauthorization (\$50,000,000 Agency Bonds)			
26	183. Lease – College of Medicine 1			
27	184. Lease – College of Medicine 2			

- 1 **185.** Lease – College of Medicine 3
- 2 **186.** Lease – College of Medicine 4
- 3 **187.** Lease – College of Medicine 5
- 4 **188.** Lease – Administrative Space
- 5 **189.** Lease – Good Samaritan – UK HealthCare
- 6 **190.** Lease – Off Campus Athletics 1
- 7 **191.** Lease – Off Campus Athletics 2
- 8 **192.** Lease – Off Campus Housing 1
- 9 **193.** Lease – Off Campus Housing 2
- 10 **194.** Lease – Off Campus 2
- 11 **195.** Lease – Grant Projects 1
- 12 **196.** Lease – Grant Projects 2
- 13 **197.** Lease – Grant Projects 3
- 14 **198.** Lease – Health Affairs Office 1
- 15 **199.** Lease – Health Affairs Office 2
- 16 **200.** Lease – Health Affairs Office 3
- 17 **201.** Lease – Health Affairs Office 4
- 18 **202.** Lease – Health Affairs Office 5
- 19 **203.** Lease – Health Affairs Office 6
- 20 **204.** Lease – Health Affairs Office 7
- 21 **205.** Lease – Health Affairs Office 8
- 22 **206.** Lease – Health Affairs Office 9
- 23 **207.** Lease – Health Affairs Office 10
- 24 **208.** Lease – Health Affairs Office 11
- 25 **209.** Lease – Health Affairs Office 12
- 26 **210.** Lease – Health Affairs Office 13
- 27 **211.** Lease – Health Affairs Office 14

- 1 **212.** Lease – Health Affairs Office 15
- 2 **213.** Lease – Off Campus 1
- 3 **214.** Lease – Off Campus 2
- 4 **215.** Lease – Off Campus 3
- 5 **216.** Lease – Off Campus 4
- 6 **217.** Lease – Off Campus 5
- 7 **218.** Lease – Off Campus 6
- 8 **219.** Lease – Off Campus 7
- 9 **220.** Lease – Off Campus 8
- 10 **221.** Lease – Off Campus 9
- 11 **222.** Lease – Off Campus 10
- 12 **223.** Lease – Off Campus 11
- 13 **224.** Lease – Off Campus 12
- 14 **225.** Lease – Off Campus 13
- 15 **226.** Lease – UK HealthCare Grant Project 1
- 16 **227.** Lease – UK HealthCare Grant Project 2
- 17 **228.** Lease – UK HealthCare Off Campus Facility 1
- 18 **229.** Lease – UK HealthCare Off Campus Facility 2
- 19 **230.** Lease – UK HealthCare Off Campus Facility 3
- 20 **231.** Lease – UK HealthCare Off Campus Facility 4
- 21 **232.** Lease – UK HealthCare Off Campus Facility 5
- 22 **233.** Lease – UK HealthCare Off Campus Facility 6
- 23 **234.** Lease – UK HealthCare Off Campus Facility 7
- 24 **235.** Lease – UK HealthCare Off Campus Facility 8
- 25 **236.** Lease – UK HealthCare Off Campus Facility 9
- 26 **237.** Lease – UK HealthCare Off Campus Facility 10
- 27 **238.** Lease – UK HealthCare Off Campus Facility 11

1	239.	Lease – UK HealthCare Off Campus Facility 12			
2	240.	Guaranteed Energy Savings Performance Contracts – UK HealthCare			
3	241.	Guaranteed Energy Savings Performance Contracts			
4	9.	UNIVERSITY OF LOUISVILLE			
5	001.	Construct College of Business			
6		Agency Bonds	-0-	40,000,000	-0-
7		Other Funds	-0-	80,000,000	-0-
8		TOTAL	-0-	120,000,000	-0-
9	002.	Construct Athletics Village			
10		Other Funds	-0-	90,000,000	-0-
11	003.	Purchase Housing Facilities			
12		Restricted Funds	-0-	75,000,000	-0-
13	004.	Renovate Vivarium Facilities			
14		Restricted Funds	-0-	75,000,000	-0-
15	005.	Renovate Ekstrom Library			
16		Restricted Funds	-0-	57,200,000	-0-
17	006.	Public/Private Partnership Residence Hall			
18		Other Funds	-0-	51,000,000	-0-
19	(1) Authorization:	The above authorization is approved pursuant to KRS 45.763.			
20	007.	Renovation and Adaptation Projects for Various Buildings			
21		Restricted Funds	-0-	50,000,000	-0-
22	008.	Renovate School of Medicine Building 55A			
23		Restricted Funds	-0-	42,000,000	-0-
24	009.	Acquisition of Dormitories			
25		Restricted Funds	-0-	41,150,000	-0-
26	010.	Construct New Natatorium			
27		Other Funds	-0-	25,000,000	-0-

1	011. Replace HVAC Various Buildings			
2	Restricted Funds	-0-	25,000,000	-0-
3	012. Construct/Upgrade Utility Infrastructure			
4	Restricted Funds	-0-	21,975,000	-0-
5	013. Purchase Next Generation/ERP Support System			
6	Restricted Funds	-0-	20,000,000	-0-
7	014. Renovate Health Sciences Center Instructional and Student Services			
8	Space			
9	Restricted Funds	-0-	20,000,000	-0-
10	015. Vivarium Equipment Pool – 2020-2022			
11	Restricted Funds	-0-	20,000,000	-0-
12	016. Public/Private Partnership Dormitory Students and Athletes			
13	Other Funds	-0-	17,202,000	-0-
14	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.			
15	017. Construct Indoor Facility			
16	Other Funds	-0-	15,000,000	-0-
17	018. Purchase Land			
18	Restricted Funds	-0-	15,000,000	-0-
19	019. Exterior Envelope Replacement School of Medicine Building 55A			
20	Restricted Funds	-0-	15,000,000	-0-
21	020. Renovate School of Nursing Building			
22	Restricted Funds	-0-	11,380,000	-0-
23	021. Regional Biocontainment Laboratory Pressurization Upgrade			
24	Restricted Funds	-0-	10,868,800	-0-
25	022. Basketball/Lacrosse Practice Facility Expansion			
26	Other Funds	-0-	19,000,000	-0-
27	023. Improve Housing Facilities Pool – 2020-2022			

1	Restricted Funds	-0-	10,000,000	-0-
2	024. Renovate Cardinal Football Stadium			
3	Other Funds	-0-	10,000,000	-0-
4	025. Expand Jim Patterson Stadium and Construct Indoor Facility			
5	Other Funds	-0-	16,000,000	-0-
6	026. Expand Ulmer Softball Stadium			
7	Other Funds	-0-	8,000,000	-0-
8	027. Purchase Networking System			
9	Restricted Funds	-0-	8,000,000	-0-
10	028. Capital Renewal for Athletic Venues – 2020-2022			
11	Other Funds	-0-	7,500,000	-0-
12	029. Construct Athletics Office Building			
13	Other Funds	-0-	7,500,000	-0-
14	030. Purchase Research Computing Infrastructure			
15	Restricted Funds	-0-	7,000,000	-0-
16	031. Replace Seats in Athletic Venues			
17	Other Funds	-0-	7,000,000	-0-
18	032. Law School HVAC			
19	Restricted Funds	-0-	6,715,000	-0-
20	033. Cardinal Stadium WiFi			
21	Other Funds	-0-	6,000,000	-0-
22	034. College of Education HVAC Upgrade			
23	Restricted Funds	-0-	5,456,000	-0-
24	035. Expand Marshall Center Complex			
25	Other Funds	-0-	5,000,000	-0-
26	036. Renovate Office Building			
27	Restricted Funds	-0-	4,350,000	-0-

1	037. Construct Practice Bubble			
2	Other Funds	-0-	4,000,000	-0-
3	038. Purchase Content Management System			
4	Restricted Funds	-0-	4,000,000	-0-
5	039. Renovate Parking Structures			
6	Restricted Funds	-0-	3,600,000	-0-
7	040. Purchase Fiber Instructure			
8	Restricted Funds	-0-	3,500,000	-0-
9	041. Belknap Brandeis Corridor Improvements			
10	Restricted Funds	-0-	3,100,000	-0-
11	042. Renovate Bass Rudd Tennis Center			
12	Other Funds	-0-	3,000,000	-0-
13	043. Renovate Cardinal Park			
14	Other Funds	-0-	8,000,000	-0-
15	044. Resurface and Repair Parking Lot			
16	Restricted Funds	-0-	2,500,000	-0-
17	045. Belknap 3rd Street Improvements			
18	Restricted Funds	-0-	2,180,000	-0-
19	046. Athletics Enhancements in New Dormitory			
20	Other Funds	-0-	2,000,000	-0-
21	047. Demolish and Construct Golf Maintenance/Chemical Building			
22	Other Funds	-0-	2,000,000	-0-
23	048. Football Practice Field Lighting			
24	Other Funds	-0-	2,000,000	-0-
25	049. Purchase Identity Management			
26	Restricted Funds	-0-	2,000,000	-0-
27	050. Renovate Garvin Brown Boathouse			

1	Other Funds	-0-	2,000,000	-0-
2	051. Cardinal Stadium Club Upgrades			
3	Other Funds	-0-	2,000,000	-0-
4	052. Replace Electronic Video Boards			
5	Other Funds	-0-	2,000,000	-0-
6	053. Construct Athletic Grounds Building			
7	Other Funds	-0-	1,550,000	-0-
8	054. Renovate Ville Grill			
9	Restricted Funds	-0-	2,100,000	-0-
10	055. Replace Artificial Turf Field III			
11	Other Funds	-0-	1,250,000	-0-
12	056. Replace Artificial Turf Field IV			
13	Other Funds	-0-	1,250,000	-0-
14	057. Renovate Dental School Administrative Space			
15	Restricted Funds	-0-	1,000,000	-0-
16	058. Renovate Marshall Center			
17	Other Funds	-0-	1,000,000	-0-
18	059. Renovate Golf Club Shelby County			
19	Other Funds	-0-	1,000,000	-0-
20	060. Renovate Lynn Soccer Stadium			
21	Other Funds	-0-	1,000,000	-0-
22	061. Renovate Thornton's Academic Center			
23	Other Funds	-0-	1,000,000	-0-
24	062. Renovate Trager Football Practice Facility			
25	Other Funds	-0-	1,000,000	-0-
26	063. Renovate Patterson Baseball Stadium			
27	Other Funds	-0-	1,000,000	-0-

1 **064.** Demolish and Construct Residence Halls Reauthorization and Reallocation
2 (\$90,000,000 Agency Bonds)

3 **(1) Reauthorization and Reallocation:** The above project is authorized from a
4 reallocation of the projects set forth in 2018 Ky. Acts ch. 169, Part II, J., 075. and 077..

5 **065.** Academic Space 1 – Lease

6 **066.** Academic Space 2 – Lease

7 **067.** Housing 1 – Lease

8 **068.** Housing 2 – Lease

9 **069.** Housing 3 – Lease

10 **070.** Housing 4 – Lease

11 **071.** Jefferson County – Clinic Space 1 – Lease

12 **072.** Jefferson County – Clinic Space 2 – Lease

13 **073.** Jefferson County – Clinic Space 3 – Lease

14 **074.** Jefferson County – Clinic Space – State of Kentucky – Lease

15 **075.** Jefferson County – Office Space 1 – Lease

16 **076.** Jefferson County – Office Space 2 – Lease

17 **077.** Jefferson County – Office Space 3 – Lease

18 **078.** Jefferson County – Office Space 4 – Lease

19 **079.** Nucleus 1 Building – Lease

20 **080.** Nucleus 1 Building 2 – Lease

21 **081.** Medical Center One – Lease

22 **082.** Medical Center One 2 – Lease

23 **083.** University Pointe and Cardinal Towne – Lease

24 **084.** Trager Institute – Lease

25 **085.** Arthur Street – Lease

26 **086.** Housing Facilities – Lease

27 **087.** Support Space 1 – Lease

1	088. Athletic/Student Dormitory – Lease			
2	089. Guaranteed Energy Savings Performance Contracts			
3	10. WESTERN KENTUCKY UNIVERSITY			
4	001. Renovate and Expand Innovation Campus			
5	Other Funds	-0-	80,000,000	-0-
6	002. Construct Parking Structure IV			
7	Agency Bonds	-0-	25,000,000	-0-
8	003. Renovate Grise Hall			
9	Restricted Funds	-0-	32,200,000	-0-
10	004. Renovate and Expand Clinical Education Complex			
11	Other Funds	-0-	8,000,000	-0-
12	005. Demolish Tate Page Hall/Improve Site			
13	Restricted Funds	-0-	6,000,000	-0-
14	006. Renovate Center for Research and Development Phase 1			
15	Restricted Funds	-0-	6,000,000	-0-
16	007. Replace Underground Infrastructure			
17	Restricted Funds	-0-	25,000,000	-0-
18	008. Renovate South Campus			
19	Restricted Funds	-0-	5,000,000	-0-
20	009. Demolish Garrett Conference Center/Improve Site			
21	Restricted Funds	-0-	7,000,000	-0-
22	010. Construct South Plaza			
23	Other Funds	-0-	3,600,000	-0-
24	011. Renovate Raymond Cravens Library			
25	Restricted Funds	-0-	40,300,000	-0-
26	012. Acquire Fixtures, Furnishings, and Equipment Pool – 2020-2022			
27	Restricted Funds	-0-	3,000,000	-0-

1	013. Renovate Ogden College of Science & Engineering Facility			
2	Restricted Funds	-0-	75,800,000	-0-
3	014. Renovate Potter College Arts & Letters Facilities			
4	Restricted Funds	-0-	96,400,000	-0-
5	015. Renovate Academic Complex			
6	Restricted Funds	-0-	27,500,000	-0-
7	016. Demolish Foundation Building/Improve Site			
8	Other Funds	-0-	3,000,000	-0-
9	017. Purchase Property for Campus Expansion 2020-2022			
10	Restricted Funds	-0-	3,000,000	-0-
11	018. Improve Life Safety Pool/Academic Buildings			
12	Restricted Funds	-0-	27,500,000	-0-
13	019. Purchase Property/Parking and Street Improvements 2020-2022			
14	Restricted Funds	-0-	3,000,000	-0-
15	020. Repair/Replace Roof at Center for Research and Development			
16	Restricted Funds	-0-	5,100,000	-0-
17	021. Renovate Police Department			
18	Restricted Funds	-0-	2,000,000	-0-
19	022. Remove and Replace Student Housing at Farm			
20	Other Funds	-0-	1,500,000	-0-
21	023. Renovate Kentucky Building			
22	Restricted Funds	-0-	17,500,000	-0-
23	024. Renovate State and Normal Street Properties			
24	Restricted Funds	-0-	1,500,000	-0-
25	025. Renovate Tate Page Hall			
26	Restricted Funds	-0-	1,200,000	-0-
27	026. Alumni Center – Lease			

1	027. Renovate Central Heat Plant			
2	Restricted Funds	-0-	5,100,000	-0-
3	028. Nursing and Physical Therapy – Lease			
4	029. Renovate Jones Jagers Interior			
5	Restricted Funds	-0-	1,000,000	-0-
6	030. Parking Garage – Lease			
7	031. Guaranteed Energy Savings Performance Contracts			
8	032. Construct, Renovate and Improve Athletic Facilities			
9	Agency Bonds	-0-	50,000,000	-0-
10	033. Capital Renewal Pool – 2020-2022			
11	Restricted Funds	-0-	10,000,000	-0-
12	034. Renovate Health Sciences Complex Classroom			
13	Restricted Funds	-0-	1,500,000	-0-
14	11. KENTUCKY COMMUNITY AND TECHNICAL COLLEGE SYSTEM			
15	001. Renovate Instructional Space – Gateway CTC			
16	Restricted Funds	-0-	7,000,000	-0-
17	002. Construct Fire Commission NRPC Classroom Building			
18	Restricted Funds	-0-	5,200,000	-0-
19	003. Acquire and Improve Parking Lots – Jefferson CTC			
20	Restricted Funds	-0-	5,000,000	-0-
21	004. Construct/Procure Transportation Center – Elizabethtown CTC			
22	Restricted Funds	-0-	5,000,000	-0-
23	005. KCTCS Equipment Pool – 2020-2022			
24	Restricted Funds	-0-	5,000,000	-0-
25	006. KCTCS Property Acquisition Pool – 2020-2022			
26	Restricted Funds	-0-	5,000,000	-0-
27	007. Renovate Newtown Campus North Buildings – Bluegrass CTC			

1	Restricted Funds	-0-	4,900,000	-0-
2	008. Renovate Advanced Manufacturing and Construction Center – Hazard			
3	CTC			
4	Restricted Funds	-0-	1,000,000	-0-
5	Federal Funds	-0-	3,900,000	-0-
6	TOTAL	-0-	4,900,000	-0-
7	009. Renovate Industrial Education Building – Hazard CTC			
8	Federal Funds	-0-	2,500,000	-0-
9	010. Renovate Parking Lot and Sidewalks – West Ky CTC			
10	Restricted Funds	-0-	2,100,000	-0-
11	011. Upgrade IT Infrastructure – Gateway CTC			
12	Restricted Funds	-0-	1,500,000	-0-
13	012. Construct Fire Commission Five Story Training Drill Tower			
14	Restricted Funds	-0-	1,200,000	-0-
15	013. Renovate Dental Hygiene Clinic – Big Sandy CTC – Mayo Campus			
16	Reauthorization (\$3,000,000 Restricted Funds)			
17	014. Upgrade Welding Shop – Big Sandy CTC – Mayo Campus Reauthorization			
18	(\$1,500,000 Restricted Funds)			
19	015. Jefferson CTC – Bullitt County Campus – Lease			
20	016. Jefferson CTC – Jefferson Education Center – Lease			
21	017. KCTCS System Office – Lease			
22	018. Maysville CTC – Rowan Campus – Lease			
23	019. Elizabethtown CTC – Hardin County – Lease			
24	020. Guaranteed Energy Savings Performance Contracts			

J. TOURISM, ARTS AND HERITAGE CABINET

26	Budget Units	2019-20	2020-21	2021-22
27	1. PARKS			

1	001. Maintenance Pool – 2020-2022			
2	Bond Funds	-0-	5,000,000	5,000,000
3	002. Wastewater Treatment Upgrades Pool – 2020-2022			
4	Bond Funds	-0-	5,000,000	5,000,000
5	2. HORSE PARK COMMISSION			
6	001. Maintenance Pool – 2020-2022			
7	Investment Income	-0-	900,000	900,000
8	3. STATE FAIR BOARD			
9	001. Prestonia Grounds and Infrastructure Improvements			
10	Bond Funds	3,000,000	1,000,000	-0-
11	002. Maintenance Pool – 2020-2022			
12	Bond Funds	-0-	1,500,000	1,500,000
13	4. FISH AND WILDLIFE RESOURCES			
14	001. Fees-in-Lieu-of Stream Mitigation Projects Pool Reauthorization			
15	(\$40,000,000 Restricted Funds)			
16	5. HERITAGE COUNCIL			
17	001. Records Digitization Reauthorization and Reallocation (\$1,000,000 Bond			
18	Funds)			
19	(1) Reauthorization and Reallocation: The above project is authorized from a			
20	reallocation of the project set forth in 2014 Ky. Acts ch. 117 Part II, L., 5, 001..			
21	6. KENTUCKY CENTER FOR THE ARTS			
22	001. Maintenance Pool – 2020-2022			
23	Investment Income	-0-	240,000	240,000

PART III

GENERAL PROVISIONS

26 **1. Funds Designations:** Restricted Funds designated in the biennial budget bills
 27 are classified in the state financial records and reports as the Agency Revenue Fund, State

1 Enterprise Funds (State Parks, State Fair Board, Insurance Administration, and Kentucky
 2 Horse Park), Internal Services Funds (Fleet Management, Computer Services,
 3 Correctional Industries, Central Printing, Risk Management, and Property Management),
 4 and selected Fiduciary Funds (Other Expendable Trust Funds). Separate fund records and
 5 reports shall be maintained in a manner consistent with the branch budget bills.

6 The sources of Restricted Funds appropriations in this Act shall include all fees
 7 (which includes fees for room and board, athletics, and student activities) and rentals,
 8 admittances, sales, bond proceeds, licenses collected by law, gifts, subventions,
 9 contributions, income from investments, and other miscellaneous receipts produced or
 10 received by a budget unit, except as otherwise specifically provided, for the purposes, use,
 11 and benefit of the budget unit as authorized by law. Restricted Funds receipts shall be
 12 credited and allotted to the respective fund or account out of which a specified
 13 appropriation is made in this Act. All receipts of Restricted Funds shall be deposited in
 14 the State Treasury and credited to the proper account as provided in KRS Chapters 12, 42,
 15 45, and 48.

16 The sources of Federal Funds appropriations in this Act shall include federal
 17 subventions, grants, contracts, or other Federal Funds received, income from investments,
 18 other miscellaneous federal receipts received by a budget unit, and the Unemployment
 19 Compensation Fund, except as otherwise provided, for the purposes, use, and benefit of
 20 the budget unit as authorized by law. Federal Funds receipts shall be credited and allotted
 21 to the respective fund account out of which a specified appropriation is made in this Act.
 22 All Federal Funds receipts shall be deposited in the State Treasury and credited to the
 23 proper account as provided in KRS Chapters 12, 42, 45, and 48.

24 **2. Expenditure of Excess Federal Funds Receipts:** If receipts received or
 25 credited to the Federal Funds accounts of a budget unit during fiscal year 2020-2021 or
 26 fiscal year 2021-2022, and any balance forwarded to the credit of these same accounts
 27 from the previous fiscal year, exceed the appropriation made by a specific sum for these

1 accounts of the budget unit as provided in Part I, Operating Budget, of this Act, for the
2 fiscal year in which the excess occurs, the excess funds in the accounts of the budget unit
3 shall become available for expenditure for the purpose of the account during the fiscal
4 year only upon compliance with the conditions and procedures specified in KRS 48.400,
5 48.500, 48.600, 48.605, 48.610, 48.620, 48.630, 48.730, and 48.800, and with the
6 authorization of the State Budget Director and approval of the Secretary of the Finance
7 and Administration Cabinet.

8 Any request made by a budget unit pursuant to KRS 48.630 that relates to Federal
9 Funds shall include documentation showing a comparative statement of revised estimated
10 receipts by fund source and the proposed expenditures by proposed use, with the
11 appropriated sums specified in the Budget of the Commonwealth, and statements which
12 explain the cause, source, and use for any variances which may exist.

13 Each budget unit shall submit its reports in print and electronic format consistent
14 with the Federal Funds records contained in the fiscal biennium 2020-2022 Branch
15 Budget Request Manual and according to the following schedule in each fiscal year: (a)
16 on or before the beginning of each fiscal year; (b) on or before October 1; (c) on or before
17 January 1; and (d) on or before April 1.

18 Notwithstanding KRS 48.630, no unbudgeted Restricted Funds shall be allotted or
19 expended without the express authority of the General Assembly, with the exceptions of
20 the Public Service Commission and institutions of higher education.

21 **3. Interim Appropriation Increases:** No appropriation from any fund source
22 shall exceed the sum specified in this Act until the agency has documented the necessity,
23 purpose, use, and source, and the documentation has been submitted to the Interim Joint
24 Committee on Appropriations and Revenue for its review and action in accordance with
25 KRS 48.630 and Part III, 2. of this Act. Proposed revisions to an appropriation contained
26 in the enacted Executive Budget or allotment of an unbudgeted appropriation shall
27 conform to the conditions and procedures of KRS 48.630 and this Act.

1 Notwithstanding KRS 48.630(3), (4), and (5), any proposed and recommended
2 actions to increase appropriations for funds specified in Section 2. of this Part shall be
3 scheduled consistent with the timetable contained in that section in order to provide
4 continuous and timely budget information.

5 **4. Revision of Appropriation Allotments:** Allotments within appropriated
6 sums for the activities and purposes contained in the enacted Executive Budget shall
7 conform to KRS 48.610 and may be revised pursuant to KRS 48.605 and this Act.

8 **5. Permitted Appropriation Obligations:** No state agency, cabinet,
9 department, office, or program shall incur any obligation against the General Fund or
10 Road Fund appropriations contained in this Act unless the obligation may be reasonably
11 determined to have been contemplated in the enacted budget and is based upon
12 supporting documentation considered by the General Assembly and legislative and
13 executive records.

14 **6. Lapse of General Fund or Road Fund Appropriations Supplanted by**
15 **Federal Funds:** Any General Fund or Road Fund appropriation made in anticipation of a
16 lack, loss, or reduction of Federal Funds shall lapse to the General Fund or Road Fund
17 Surplus Account, respectively, to the extent the Federal Funds otherwise become
18 available.

19 **7. Federally Funded Agencies:** A state agency entitled to Federal Funds, which
20 would represent 100 percent of the cost of a program, shall conform to KRS 48.730.

21 **8. Lapse of General Fund or Road Fund Excess Debt Service**
22 **Appropriations:** Pursuant to KRS 48.720, any excess General Fund or Road Fund debt
23 service shall lapse to the respective surplus account unless otherwise directed in this Act.

24 **9. Statutes in Conflict:** All statutes and portions of statutes in conflict with any
25 of the provisions of this Act, to the extent of the conflict, are suspended unless otherwise
26 provided by this Act.

27 **10. Interpretation of Appropriations:** Notwithstanding KRS 48.500, all

1 questions that arise in interpreting this Act and the Transportation Cabinet budget shall be
2 decided by the Attorney General, and the decision of the Attorney General shall be final
3 and conclusive.

4 **11. Publication of the Budget of the Commonwealth:** The State Budget
5 Director shall cause the Governor's Office for Policy and Management, within 60 days of
6 adjournment of the 2020 and 2021 Regular Sessions of the General Assembly, to publish
7 a final enacted budget document, styled the Budget of the Commonwealth, based upon
8 the Legislative Budget, Executive Budget, Transportation Cabinet Budget, and Judicial
9 Budget as enacted by the 2020 and 2021 Regular Sessions, as well as other Acts which
10 contain appropriation provisions for the 2020-2022 fiscal biennium, and based upon
11 supporting documentation and legislative records as considered by the 2020 and 2021
12 Regular Sessions. This document shall include, for each agency and budget unit, a
13 consolidated budget summary statement of available regular and continuing appropriated
14 revenue by fund source, corresponding appropriation allocations by program or
15 subprogram as appropriate, budget expenditures by principal budget class, and any other
16 fiscal data and commentary considered necessary for budget execution by the Governor's
17 Office for Policy and Management and oversight by the Interim Joint Committee on
18 Appropriations and Revenue. The enacted Executive Budget and Transportation Cabinet
19 Budget shall be revised or adjusted only upon approval by the Governor's Office for
20 Policy and Management as provided in each Part of this Act and by KRS 48.400 to
21 48.810, and upon review and approval by the Interim Joint Committee on Appropriations
22 and Revenue.

23 **12. State Financial Condition:** Pursuant to KRS 48.400, the State Budget
24 Director shall monitor and report on the financial condition of the Commonwealth.

25 **13. Prorating Administrative Costs:** The Secretary of the Finance and
26 Administration Cabinet is authorized to establish a system or formula or a combination of
27 both for prorating the administrative costs of the Finance and Administration Cabinet, the

1 Department of the Treasury, and the Office of the Attorney General relative to the
2 administration of programs in which there is joint participation by the state and federal
3 governments for the purpose of receiving the maximum amount of participation permitted
4 under the appropriate federal laws and regulations governing the programs. The receipts
5 and allotments under this section shall be reported to the Interim Joint Committee on
6 Appropriations and Revenue prior to any transfer of funds.

7 **14. Construction of Budget Provisions Regarding Executive Reorganization**

8 **Orders:** Nothing in this Act shall be construed to confirm or ratify, under KRS 12.027 or
9 12.028, any executive reorganization order unless the executive order was confirmed or
10 ratified by appropriate amendment to the Kentucky Revised Statutes in another Act of the
11 2020 or 2021 Regular Sessions of the General Assembly.

12 **15. Budget Planning Report:** By August 15, 2021, the State Budget Director, in
13 conjunction with the Consensus Forecasting Group, shall provide to each branch of
14 government, pursuant to KRS 48.120, a budget planning report.

15 **16. Tax Expenditure Revenue Loss Estimates:** By October 15, 2021, the Office
16 of State Budget Director shall provide to each branch of government detailed estimates
17 for the General Fund and Road Fund for the current and next two fiscal years of the
18 revenue loss resulting from tax expenditures. The Department of Revenue shall provide
19 assistance and furnish data, which is not restricted by KRS 131.190. "Tax expenditure" as
20 used in this section means an exemption, exclusion, or deduction from the base of a tax, a
21 credit against the tax, a deferral of a tax, or a preferential tax rate. The estimates shall
22 include for each tax expenditure the amount of revenue loss, a citation of the legal
23 authority for the tax expenditure, the year in which it was enacted, and the tax year in
24 which it became effective.

25 **17. Duplicate Appropriations:** Any appropriation item and sum in Parts I to X of
26 this Act and in an appropriation provision in any Act of the 2020 or 2021 Regular
27 Sessions which constitutes a duplicate appropriation shall be governed by KRS 48.312.

1 **18. Priority of Individual Appropriations:** KRS 48.313 shall control when a
2 total or subtotal figure in this Act conflicts with the sum of the appropriations of which it
3 consists.

4 **19. Severability of Budget Provisions:** Appropriation items and sums in Parts I
5 to X of this Act shall conform to KRS 48.311. If any section, any subsection, or any
6 provision is found by a court of competent jurisdiction in a final, unappealable order to be
7 invalid or unconstitutional, the decision of the courts shall not affect or impair any of the
8 remaining sections, subsections, or provisions.

9 **20. Unclaimed Lottery Prize Money:** For fiscal year 2020-2021 and fiscal year
10 2021-2022, all unclaimed lottery prize money under KRS 154A.110(3) shall be credited
11 to the Kentucky Educational Excellence Scholarship Reserve Account to be held as a
12 subsidiary account within the Finance and Administration Cabinet for the purpose of
13 funding the KEES Program as appropriated in this Act. If the Kentucky Higher Education
14 Assistance Authority certifies to the State Budget Director that the appropriations in this
15 Act for the KEES Program under the existing award schedule are insufficient to meet
16 funds required for eligible applicants, then the State Budget Director shall provide the
17 necessary allotment of funds in the balance of the KEES Reserve Account to fund the
18 KEES Program. Actions taken under this section shall be reported to the Interim Joint
19 Committee on Appropriations and Revenue on a timely basis.

20 **21. Workers' Compensation:** Notwithstanding KRS 342.340(1) and 803 KAR
21 25:021, Section 5, the Personnel Cabinet shall be exempt from procuring excess risk
22 insurance in fiscal year 2020-2021 and fiscal year 2021-2022 for the Workers'
23 Compensation Benefits and Reserve Program administered by the Cabinet.

24 **22. Carry Forward and Undesignated General Fund and Road Fund Carry**
25 **Forward:** Notwithstanding KRS 48.700 and 48.705, and other Parts of this Act, the
26 Secretary of the Finance and Administration Cabinet shall determine and certify, within
27 30 days of the close of fiscal year 2019-2020 and fiscal year 2020-2021, the actual

1 amount of undesignated balance of the General Fund and the Road Fund for the year just
2 ended. The amounts from the undesignated fiscal year 2019-2020 and fiscal year 2020-
3 2021 General Fund and Road Fund balances that are designated and carried forward for
4 budgeted purposes in the 2020-2022 fiscal biennium shall be determined by the State
5 Budget Director during the close of the respective fiscal year and shall be reported to the
6 Interim Joint Committee on Appropriations and Revenue within 30 days of the close of
7 the fiscal year. Any General Fund undesignated balance in excess of the amount
8 designated for budgeted purposes under this section shall be made available for the
9 General Fund Surplus Expenditure Plan contained in Part VII of this Act unless otherwise
10 provided in this Act. The Road Fund undesignated balance in excess of the amount
11 designated for budgeted purposes under this section shall be made available for the Road
12 Fund Surplus Expenditure Plan contained in Part IX of this Act unless otherwise provided
13 in this Act.

14 **23. Reallocation of Appropriations Among Budget Units:** Notwithstanding any
15 statute to the contrary, or provisions of this Act, the Secretary of a Cabinet, the
16 Commissioner of the Department of Education, and other agency heads may request a
17 reallocation among budget units under his or her administrative authority up to ten
18 percent of General Fund appropriations contained in Part I, Operating Budget, of this Act
19 for fiscal years 2019-2020, 2020-2021, and 2021-2022 for approval by the State Budget
20 Director. A request shall explain the need and use for the transfer authority under this
21 section. The amount of transfer of General Fund appropriations shall be separately
22 recorded and reported in the system of financial accounts and reports provided in KRS
23 Chapter 45. The State Budget Director shall report a transfer made under this section, in
24 writing, to the Interim Joint Committee on Appropriations and Revenue.

25 **24. Local School District Expenditure Flexibility:** Notwithstanding KRS
26 160.470(6) or any statute to the contrary, during fiscal year 2020-2021 and fiscal year
27 2021-2022, local school districts may adopt and the Kentucky Board of Education may

1 approve a working budget that includes a minimum reserve of less than two percent of the
2 total budget. The Kentucky Department of Education shall monitor the financial position
3 of any district that receives approval for a working budget with a reserve of less than two
4 percent and shall provide a financial report for those districts at each meeting of the
5 Kentucky Board of Education.

6 **25. Appropriations Expenditure Purpose and Transfer Restrictions:** Funds
7 appropriated in this Act shall not be expended for any purpose not specifically authorized
8 by the General Assembly in this Act nor shall funds appropriated in this Act be
9 transferred to or between any cabinet, department, board, commission, institution, agency,
10 or budget unit of state government unless specifically authorized by the General
11 Assembly in this Act and KRS 48.400 to 48.810. Compliance with the provisions of this
12 section shall be reviewed and determined by the Interim Joint Committee on
13 Appropriations and Revenue.

14 **26. Budget Implementation:** The General Assembly directs that the Executive
15 Branch shall carry out all appropriations and budgetary language provisions as contained
16 in the State/Executive Budget. The Legislative Research Commission shall review
17 quarterly expenditure data to determine if an agency is out of compliance with this
18 directive. If the Legislative Research Commission suspects that any entity has acted in
19 non-conformity with this section, the Legislative Research Commission may order an
20 audit or review at the agency's expense. Such audit findings, reviews, and reports shall be
21 subject to the Kentucky Open Records Law.

22 **27. Information Technology:** All authorized computer information technology
23 projects shall submit a semiannual progress report to the Capital Projects and Bond
24 Oversight Committee. The reporting process shall begin six months after the project is
25 authorized and shall continue through completion of the project. The initial report shall
26 establish a timeline for completion and cash disbursement schedule. Each subsequent
27 report shall update the timeline and budgetary status of the project and explain in detail

1 any issues with completion date and funding.

2 **28. Equipment Service Contracts and Energy Efficiency Measures:** The
3 General Assembly mandates that the Finance and Administration Cabinet review all
4 equipment service contracts to maximize savings to the Commonwealth to strictly adhere
5 to the provisions of KRS 56.772, 56.782, and 56.784 in maximizing the use of energy
6 efficiency measures.

7 **29. Debt Restructuring:** Notwithstanding any other provision of the Kentucky
8 Revised Statutes, no General Fund or Road Fund debt restructuring transactions shall be
9 undertaken during the 2020-2022 fiscal biennium.

10 **30. Effects of Subsequent Legislation:** If any measure enacted during the 2020
11 or 2021 Regular Session of the General Assembly subsequent to this Act contains an
12 appropriation or is projected to increase or decrease General Fund revenues, the amount
13 in the Budget Reserve Trust Fund shall be revised to accommodate the appropriation or
14 the reduction or increase in projected revenues. Notwithstanding any provision of KRS
15 48.120(4) and (5) to the contrary, the official enacted revenue estimates of the
16 Commonwealth described in KRS 48.120(5) shall be adjusted at the conclusion of the
17 2020 and 2021 Regular Sessions of the General Assembly, respectively, to incorporate
18 any projected revenue increases or decreases that will occur as a result of actions taken by
19 the General Assembly subsequent to the passage of this Act by both chambers.

20 **31. Permitted Use of Water and Sewer Bond Funds:** Notwithstanding Part II,
21 (3) of this Act and any statute to the contrary, any balances remaining for either closed or
22 open project grant agreements authorized pursuant to bond pools set forth in 2003 Ky.
23 Acts ch. 156, Part II, A., 3., d. Water and Sewer Resources Development Fund for
24 Tobacco Counties and e. Water and Sewer Resources Development Fund For Coal
25 Producing Counties; 2005 Ky. Acts ch. 173, Part II, A., 3., 003. Infrastructure for
26 Economic Development Fund for Coal-Producing Counties and 004. Infrastructure for
27 Economic Development Fund for Tobacco Counties; 2006 Ky. Acts ch. 252, Part II, A.,

1 2., 003. Infrastructure for Economic Development Fund for Non-Coal Producing
2 Counties and 004. Infrastructure for Economic Development Fund for Coal-Producing
3 Counties; 2008 Ky. Acts ch. 123, Section 3., 004. Infrastructure for Economic
4 Development Fund for Coal-Producing Counties and 005. Infrastructure for Economic
5 Development Fund for Non-Coal Producing Counties; and 2008 Ky. Acts ch. 174,
6 Section 2.; and 2009 Ky. Acts ch. 87, Section 2. shall not lapse and shall remain to the
7 credit of projects previously authorized by the General Assembly unless expressly
8 reauthorized and reallocated by action of the General Assembly.

9 **32. Approval of State Aircraft Travel:** Notwithstanding KRS 44.060, 45.101,
10 174.508, and any other statute or administrative regulation to the contrary, the use of state
11 aircraft by any secretary of any Executive Branch cabinet for out-of-state travel shall be
12 approved by the State Treasurer. The State Treasurer shall only approve requests which
13 document that the use of state aircraft is the lowest cost option as measured by both travel
14 costs and travel time. The State Treasurer shall not designate approval authority for out-
15 of-state travel on state aircraft by Executive Branch cabinet secretaries to any other
16 person. Any requests and documentation regarding the use of state aircraft collected by
17 the State Treasurer shall be subject to the Kentucky Open Records Act, KRS 61.872 to
18 61.884.

19 **33. Jailer Canteen Accounts:** Notwithstanding KRS 67.0802(6)(a), any
20 compensation resulting from the disposal of real or personal property that was purchased
21 from a canteen account under KRS 441.135 shall be returned to the canteen account from
22 which the real or personal property was originally purchased. All proceeds resulting from
23 the disposal of real or personal property purchased from a canteen account shall be
24 reported to the Interim Joint Committee on Appropriations and Revenue by December 1
25 of each fiscal year.

26 **34. Employee Layoffs, Furloughs, and Reduced Hours:** Notwithstanding any
27 statute to the contrary, the following process and procedure is established for July 1,

1 2020, through June 30, 2022, in the event that the Commonwealth or any agency
2 determines that it is desirable for the Executive Branch to layoff, furlough, or reduce
3 hours of employees:

4 (1) For the purposes of this section:

5 (a) "Appointing authority" means the agency head or any person whom he or she
6 has authorized by law to designate to act on behalf of the agency with respect to employee
7 appointments, position establishments, payroll documents, register requests, waiver
8 requests, requests for certification, or other position actions;

9 (b) "Secretary" means the Secretary of the Personnel Cabinet as provided for in
10 KRS 18A.015;

11 (c) "Furlough" or "reduction in hours" means the temporary reduction of hours an
12 employee is scheduled to work by the appointing authority within a pay period;

13 (d) "Layoff" means discharge of employment subject to the rights contained in
14 this section; and

15 (e) "Employees" includes all persons employed by the Executive Branch,
16 including but not limited to employees of KRS Chapter 18A, KRS Chapter 16, KRS
17 Chapter 156, the Kentucky Teachers' Retirement System, the Kentucky Higher Education
18 Student Loan Corporation, the Kentucky Housing Corporation, and the Kentucky Lottery
19 Corporation;

20 (2) An appointing authority has the authority to layoff or furlough employees or
21 reduce hours of employment for any of the following reasons:

22 (a) Lack of funds or budgetary constraints;

23 (b) A reduction in the agency's spending authorization;

24 (c) Lack of work;

25 (d) Abolishment of a position; or

26 (e) Other material change in duties or organization;

27 (3) The appointing authority shall determine the job classifications affected and

1 the number of employees laid-off in each classification and each county to which a layoff
2 applies. In the same department or office, county, and job classification, interim and
3 probationary employees shall be laid-off before any full-time or part-time employees with
4 status are laid-off. For purposes of layoff, "probationary employee" does not include an
5 employee with status serving a promotional probation;

6 (4) The Secretary shall approve all actions taken under subsection (2) of this
7 section and no such layoff, furlough, or reduction of hours may begin until such approval
8 has been granted. The appointing authority with the approval of the Secretary has the
9 authority to determine the extent, effective dates, and length of any action taken under
10 subsection (2) of this section;

11 (5) In determining the employees to be laid-off, the appointing authority shall
12 consider all employees under the same appointing authority, within the job classification
13 affected, and within the county affected. Consideration shall be given to the following
14 relevant factors:

- 15 (a) Job performance evaluations;
- 16 (b) Seniority;
- 17 (c) Education, training, and experience; and
- 18 (d) Disciplinary record;

19 (6) Any employee whose position is subject to layoff, furlough, or reduction of
20 hours shall be provided written notice containing the reason for the action as set forth in
21 subsection (2) of this section at least 15 days in advance of the effective date of the
22 action;

23 (7) Any employee with status who is laid-off shall be eligible to apply as a
24 reemployment applicant for positions with the same job classification from which he or
25 she was laid-off, in the cabinet from which he or she was laid-off. For a period of two
26 years, a reemployment applicant shall be hired before any applicant except another
27 reemployment applicant with greater seniority who is on the same register. A

1 reemployment applicant shall not be removed from any register except as provided by
2 KRS 18A.032. When a reemployment applicant is removed from a register, he or she
3 shall be notified in writing. A reemployment applicant who accepts any classified
4 position, or who retires through the Kentucky Retirement Systems or Kentucky Teachers'
5 Retirement System, shall cease to have eligibility rights as a reemployment applicant;

6 (8) With the approval of the Secretary, the Personnel Cabinet may place
7 employees subject to a reduction in force;

8 (9) Furloughs or reduction of hours during a pay period shall not result in the loss
9 of eligibility for any benefit otherwise due the employee;

10 (10) The Secretary shall have the authority to promulgate comprehensive
11 administrative regulations governing this section; and

12 (11) A layoff, furlough, or reduction of hours implemented in accordance with this
13 section shall not be considered a penalization of the employee for the purposes of KRS
14 Chapters 16, 18A, and 156, and shall be appealable to the State Personnel Board, the
15 Kentucky Technical Education Personnel Board, the Department of Kentucky State
16 Police Personnel Board, or other applicable administrative body.

17 **35. COVID-19 Federal Funds:** No Federal Funds received from the
18 Coronavirus, Aid, Relief and Economic Security (CARES) Act or any other Federal
19 Funds related to the COVID-19 emergency response shall be used to establish any new
20 programs unless those new programs can be fully supported from existing appropriation
21 amounts once all of the Federal Funds have been expended. No new positions shall be
22 established unless those new positions are established as federally funded time-limited
23 positions. The Office of State Budget Director shall submit a report to the Interim Joint
24 Committee on Appropriations and Revenue by December 1 of each fiscal year on the
25 expenditure of all Federal Funds and associated matching funds related to the COVID-19
26 emergency response.

27

PART IV

1 **STATE SALARY/COMPENSATION, BENEFIT, AND EMPLOYMENT POLICY**

2 **1. Authorized Personnel Complement:** On July 1, 2020, and July 1, 2021, the
3 Personnel Cabinet and the Office of State Budget Director shall establish a record for
4 each budget unit of authorized permanent full-time and other positions based upon the
5 enacted Executive Budget of the Commonwealth and any adjustments authorized by
6 provisions in this Act. The total number of filled permanent full-time and all other
7 positions shall not exceed the authorized complements pursuant to this section. An
8 agency head may request an increase in the number of authorized positions to the State
9 Budget Director. Upon approval of the State Budget Director, the Secretary of the
10 Personnel Cabinet may authorize the employment of individuals in addition to the
11 authorized complement. A report of the actions authorized in this section shall be
12 provided to the Legislative Research Commission on a monthly basis.

13 **2. Salary Increment:** Notwithstanding KRS 18A.355 and 156.808(6)(e) and
14 (12), no increment is provided in fiscal year 2020-2021 and fiscal year 2021-2022 on the
15 base salary or wages of each eligible state employee on their anniversary date.

16 **3. Employee Cross-Reference:** The Personnel Cabinet may permit married
17 couples who are both eligible to participate in the state health insurance plan to be
18 covered under one family health benefit plan.

19 **4. Full-Time Positions:** Notwithstanding KRS 18A.005(18)(a), full-time
20 positions in the state parks, where the work assigned is dependent upon fluctuation in
21 tourism, may be assigned work hours from 25 hours per week and remain in full-time
22 positions.

23 **5. Employer Retirement Contribution Rates:** Notwithstanding KRS 61.565
24 and 61.702, the employer contribution rates for Kentucky Employees Retirement System
25 from July 1, 2020, through June 30, 2022, and except as otherwise provided in this Act,
26 shall be 84.43 percent, consisting of 73.28 percent for pension and 11.15 percent for
27 health insurance for nonhazardous duty employees and 36.00 percent, consisting of 36.00

1 percent for pension for hazardous duty employees; for the same period the employer
2 contribution for employees of the State Police Retirement System shall be 143.48 percent,
3 consisting of 123.79 percent for pension and 19.69 percent for health insurance.
4 Notwithstanding any other provision of this Act or KRS 61.565 or 61.702 to the contrary,
5 the employer contribution rate from July 1, 2020, through June 30, 2022, shall be 49.47
6 percent, consisting of 41.06 percent for pension and 8.41 percent for health insurance for
7 nonhazardous duty employees participating in the Kentucky Employees Retirement
8 System who are employed by Mental Health/Mental Retardation Boards, Local and
9 District Health Departments, domestic violence shelters, rape crisis centers, child
10 advocacy centers, state-supported universities and community colleges, and any other
11 agency eligible to voluntarily cease participating in the Kentucky Employees Retirement
12 System pursuant to KRS 61.522. The rates above apply to wages and salaries earned for
13 work performed during the described period regardless of when the employee is paid for
14 the time worked.

15 **6. Issuance of Paychecks to State Employees:** Notwithstanding 101 KAR
16 2:095, Section 10, the state payroll that would normally be scheduled to be paid on June
17 30, 2020, June 30, 2021, and June 30, 2022, shall not be issued prior to July 1, 2020, July
18 1, 2021, and July 1, 2022, respectively.

19 **7. Health Care Spending Account:** Notwithstanding KRS 18A.2254(2)(a) and
20 (b), if a public employee waives coverage provided by his or her employer under the
21 Public Employee Health Insurance Program, the employer shall forward a monthly
22 amount to be determined by the Secretary of the Personnel Cabinet for that employee as
23 an employer contribution to a health reimbursement account or a health flexible spending
24 account, but not less than \$175 per month, subject to any conditions or limitations
25 imposed by the Secretary of the Personnel Cabinet to comply with applicable federal law.
26 The administrative fees associated with a health reimbursement account or health flexible
27 spending account shall be an authorized expense to be charged to the Public Employee

1 Health Insurance Trust Fund.

2 **8. State Group Health Insurance Plan - Transfer Between Plan Years:**

3 Notwithstanding KRS 18A.2254, the Secretary of the Finance and Administration
 4 Cabinet and the Secretary of the Personnel Cabinet are authorized to use the excess funds
 5 from Plan Year 2016, Plan Year 2017, Plan Year 2018, Plan Year 2019, and Plan Year
 6 2020 or any combination thereof to satisfy claims or expenses in Plan Year 2021 and Plan
 7 Year 2022.

8 **9. Full-Time Work Schedules:** It is the intent of the General Assembly that, in

9 effort to attract, develop, motivate, and retain a talented, diverse workforce, while
 10 achieving government efficiency and quality services to the public, any full-time
 11 Executive Branch employees who currently work 37.5 hour work weeks shall be required
 12 to work 40 hours per week in the 2022-2024 fiscal biennium.

13 **PART V**

14 **FUNDS TRANSFER**

15 The General Assembly finds that the financial condition of state government
 16 requires the following action.

17 Notwithstanding the statutes or requirements of the Restricted Funds enumerated
 18 below, there is transferred to the General Fund the following amounts in fiscal year 2020-
 19 2021 and fiscal year 2021-2022:

	2020-21	2021-22
A. GENERAL GOVERNMENT		
1. Department for Local Government		
Local Government Economic		
Development Fund Investment Pool	1,500,000	-0-
(KRS 42.4582 and 42.4592)		
2. Department for Local Government		
Agency Revenue Fund	1,000,000	-0-

1	(KRS 65A.020(5))		
2	3. Secretary of State		
3	Agency Revenue Fund	2,000,000	2,000,000
4	4. Attorney General		
5	Agency Revenue Fund	500,000	500,000
6	(KRS 48.005(4))		
7	5. School Facilities Construction Commission		
8	Agency Revenue Fund	2,900,000	8,800,000
9	(KRS 157.618)		
10	B. DEPARTMENT OF EDUCATION		
11	1. Operations and Support Services		
12	Agency Revenue Fund	200,000	-0-
13	C. ENERGY AND ENVIRONMENT CABINET		
14	1. Secretary		
15	Kentucky Pride Trust Fund	2,006,300	2,006,300
16	(KRS 224.43-505(2)(a)3.)		
17	Notwithstanding KRS 224.43-505(2)(a)3., these funds transfers to the General Fund		
18	support the General Fund debt service on the bonds sold as appropriated by 2003 Ky.		
19	Acts ch. 156, Part II, A., 3., c..		
20	2. Environmental Protection		
21	Waste Tire Trust Fund	1,500,000	2,000,000
22	(KRS 224.50-880)		
23	3. Environmental Protection		
24	Insurance Administration Fund	30,000,000	13,000,000
25	(KRS 224.60-130, 224.60-140, 224.60-145, and 224.60-150)		
26	4. Public Service Commission		
27	Agency Revenue Fund	200,000	200,000

1 (KRS 278.5499)

2 **D. FINANCE AND ADMINISTRATION CABINET**

3 **1. General Administration**

4 Agency Revenue Fund 250,000 250,000

5 **2. General Administration**

6 Other Expendable Trust Fund 4,900,000 -0-

7 (KRS 42.205)

8 **3. Controller**

9 Agency Revenue Fund 2,000,000 -0-

10 **4. Controller**

11 Unredeemed Check Fund -0- 4,373,000

12 **5. Controller**

13 Tobacco Fund Interest 1,663,700 -0-

14 (KRS 194A.055, 200.151, 248.654, and 248.655)

15 **6. Facilities and Support Services**

16 Agency Revenue Fund 700,000 -0-

17 **7. Facilities and Support Services**

18 Capital Construction Investment

19 Income Account 15,000,000 15,000,000

20 **8. Commonwealth Office of Technology**

21 Computer Services Fund 14,044,400 12,989,600

22 (KRS 45.253)

23 **E. HEALTH AND FAMILY SERVICES CABINET**

24 **1. General Administration and Program Support**

25 Malt Beverage Education Fund 500,000 500,000

26 **2. Public Health**

27 Agency Revenue Fund 4,000,000 -0-

1 **F. JUSTICE AND PUBLIC SAFETY CABINET**

2 **1. Juvenile Justice**

3 Agency Revenue Fund -0- 2,452,100

4 **G. PERSONNEL CABINET**

5 **1. General Operations**

6 Agency Revenue Fund 2,690,700 -0-

7 These funds transfers to the General Fund support General Fund debt service on
8 bonds for the new Personnel/Payroll system.

9 **2. Workers' Compensation Benefits and Reserve**

10 State Employees Workers'

11 Compensation Reserve 2,500,000 2,500,000

12 (KRS 18A.375(3))

13 **H. POSTSECONDARY EDUCATION**

14 **1. Kentucky Higher Education Assistance Authority**

15 Other Special Revenue 1,000,000 -0-

16 (KRS 164.7891(11))

17 **I. PUBLIC PROTECTION CABINET**

18 **1. Alcoholic Beverage Control**

19 Agency Revenue Fund 2,400,000 2,400,000

20 (KRS 243.025(3))

21 **2. Financial Institutions**

22 Agency Revenue Fund 4,000,000 4,000,000

23 (KRS 286.1-485)

24 **3. Housing, Buildings and Construction**

25 Agency Revenue Fund 600,000 600,000

26 (KRS 198B.090(10), 198B.095(4), and 198B.4037)

27 **4. Insurance**

1	Agency Revenue Fund	31,000,000	31,000,000
2	(KRS 304.2-300 and 304.2-400)		

J. TOURISM, ARTS AND HERITAGE CABINET

1. Secretary

5	Agency Revenue Fund	1,000,000	-0-
6	(KRS 142.406(2) and (3))		

7	TOTAL - FUNDS TRANSFER	130,055,100	104,571,000
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PART VI

GENERAL FUND BUDGET REDUCTION PLAN

Pursuant to KRS 48.130 and 48.600, a General Fund Budget Reduction Plan is enacted for state government in the event of an actual or projected revenue shortfall in General Fund revenue receipts, excluding Tobacco Settlement – Phase I receipts, of \$11,448,237,100 in fiscal year 2019-2020, \$11,729,000,000 in fiscal year 2020-2021, and \$11,996,300,000 in fiscal year 2021-2022, as modified by related Acts and actions of the General Assembly in an extraordinary or regular session. Notwithstanding KRS 48.130, direct services, obligations essential to the minimum level of constitutional functions, and other items that may be specified in this Act, are exempt from the requirements of this Plan. Each branch head shall prepare a specific plan to address the proportionate share of the General Fund revenue shortfall applicable to the respective branch. No budget revision action shall be taken by a branch head in excess of the actual or projected revenue shortfall.

The Governor, the Secretary of State, the Attorney General, the Treasurer, the Commissioner of Agriculture, the Auditor of Public Accounts, the Chief Justice, and the Legislative Research Commission shall direct and implement reductions in allotments and appropriations only for their respective branch budget units as may be necessary, as well as take other measures which shall be consistent with the provisions of this Part and biennial branch budget bills.

1 Pursuant to KRS 48.130(4), in the event of a revenue shortfall of five percent or
2 less, the following General Fund budget reduction actions shall be implemented:

3 (1) The Local Government Economic Assistance and the Local Government
4 Economic Development Funds shall be adjusted by the Secretary of the Finance and
5 Administration Cabinet to equal revised estimates of receipts pursuant to KRS 42.4582 as
6 modified by the provisions of this Act;

7 (2) Transfers of excess unappropriated Restricted Funds, notwithstanding any
8 statutes to the contrary, other than fiduciary funds, to the General Fund shall be applied as
9 determined by the head of each branch for its respective budget units. No transfers to the
10 General Fund shall be made from the following:

11 (a) Local Government Economic Assistance and Local Government Economic
12 Development Funds;

13 (b) Unexpended debt service from the Tobacco-Settlement Phase I Funds,
14 including but not limited to unexpended debt service and the Tobacco Unbudgeted
15 Interest Income-Rural Development Trust Fund, in either fiscal year; and

16 (c) The Kentucky Permanent Pension Fund;

17 (3) Unexpended debt service;

18 (4) Any unanticipated Phase I Master Settlement Agreement revenues in both
19 fiscal years shall be appropriated according to Part X of this Act and shall not be
20 transferred to the General Fund;

21 (5) Use of the unappropriated balance of the General Fund surplus shall be
22 applied;

23 (6) Any language provision that expresses legislative intent regarding a specific
24 appropriation shall not be reduced by a greater percentage than the reduction to the
25 General Fund appropriation for that budget unit;

26 (7) Contributions appropriated to pensions in excess of statutory requirements;

27 (8) Contributions appropriated to pension insurance in excess of actuarially

1 required contributions;

2 (9) Reduce General Fund appropriations in Executive Branch agencies' operating
3 budget units by a sufficient amount to balance either fiscal year. No reductions of General
4 Fund appropriations shall be made from the Local Government Economic Assistance
5 Fund or the Local Government Economic Development Fund;

6 (10) Notwithstanding subsection (9) of this Part, no reductions shall be made to the
7 Secretary of State, the Attorney General, the Treasurer, the Commissioner of Agriculture,
8 or the Auditor of Public Accounts, or their offices, Commonwealth's Attorneys or their
9 offices, or County Attorneys or their offices. The Governor may request their
10 participation in a budget reduction; however, the level of participation shall be at the
11 discretion of the Constitutional Officer or the Prosecutors Advisory Council, and shall not
12 exceed the actual percentage of revenue shortfall;

13 (11) Excess General Fund appropriations which accrue as a result of personnel
14 vacancies and turnover, and reduced requirements for operating expenses, grants, and
15 capital outlay shall be determined and applied by the heads of the executive, judicial, and
16 legislative departments of state government for their respective branches. The branch
17 heads shall certify the available amounts which shall be applied to budget units within the
18 respective branches and shall promptly transmit the certification to the Secretary of the
19 Finance and Administration Cabinet and the Legislative Research Commission. The
20 Secretary of the Finance and Administration Cabinet shall execute the certified actions as
21 transmitted by the branch heads.

22 Branch heads shall take care, by their respective actions, to protect, preserve, and
23 advance the fundamental health, safety, legal and social welfare, and educational well-
24 being of the citizens of the Commonwealth;

25 (12) Funds available in the Budget Reserve Trust Fund shall be applied in an
26 amount not to exceed 50 percent of the Trust Fund balance in fiscal year 2019-2020, 25
27 percent in fiscal year 2020-2021, and 25 percent in fiscal year 2021-2022; and

1 **(3) MSA Payment Amount Variables:** The total settlement amount to be
2 distributed on each payment date is subject to change pursuant to several variables
3 provided in the MSA, including inflation adjustments, volume adjustments, previously
4 settled states adjustments, and the nonparticipating manufacturers adjustment.

5 **(4) Distinct Identity of MSA Payment Deposits:** The General Assembly has
6 determined that it shall be the policy of the Commonwealth that all Phase I Tobacco
7 Settlement payments shall be deposited to the credit of the General Fund and shall
8 maintain a distinct identity as Phase I Tobacco Settlement payments that shall not lapse to
9 the credit of the General Fund surplus but shall continue forward from each fiscal year to
10 the next fiscal year to the extent that any balance is unexpended.

11 **(5) MSA Payment Estimates and Adjustments:** Based on the official estimates
12 of the Consensus Forecasting Group, the amount of MSA payments expected to be
13 received in fiscal year 2020-2021 is \$106,300,000 and in fiscal year 2021-2022 is
14 \$103,000,000. It is recognized that payments to be received by the Commonwealth are
15 estimated and are subject to change. If MSA payments received are less than the official
16 estimates, appropriation reductions shall be applied as follows: after exempting
17 appropriations for debt service, the Attorney General, and the Department of Revenue, 50
18 percent to the Agricultural Development Fund, 30 percent to the Early Childhood
19 Development Fund, and 20 percent to the Health Care Improvement Fund. If MSA
20 payments received exceed the official estimates, appropriation increases shall be applied
21 as follows: after exempting appropriations for debt service, the Attorney General, and the
22 Department of Revenue, 50 percent to the Agricultural Development Fund, 30 percent to
23 the Early Childhood Development Fund, and 20 percent to the Health Care Improvement
24 Fund.

25 **a. State Enforcement:** Notwithstanding KRS 248.654 and 248.703(4), a total of
26 \$150,000 of the MSA payments in each fiscal year of the 2020-2022 biennium is
27 appropriated to the Attorney General for the state's diligent enforcement of noncompliant

1 nonparticipating manufacturers.

2 **b. State Enforcement:** Notwithstanding KRS 248.654 and 248.703(4), a total of
3 \$250,000 of the MSA payments in each fiscal year of the 2020-2022 biennium is
4 appropriated to the Finance and Administration Cabinet, Department of Revenue for the
5 state's diligent enforcement of noncompliant nonparticipating manufacturers.

6 **c. Debt Service:** Notwithstanding KRS 248.654 and 248.703(4), \$30,863,200 in
7 MSA payments in fiscal year 2020-2021 and \$26,601,200 in MSA payments in fiscal year
8 2021-2022 are appropriated to the Finance and Administration Cabinet, Debt Service
9 budget unit.

10 **d. Agricultural Development Initiatives:** Notwithstanding KRS 248.654 and
11 248.703(4), \$38,481,600 in MSA payments in fiscal year 2020-2021 and \$38,892,200 in
12 MSA payments in fiscal year 2021-2022 are appropriated to the Kentucky Agricultural
13 Development Fund to be used for agricultural development initiatives as specified in this
14 Part.

15 **e. Early Childhood Development Initiatives:** Notwithstanding KRS 248.654,
16 \$25,439,100 in MSA payments in fiscal year 2020-2021 and \$25,849,600 in MSA
17 payments in fiscal year 2021-2022 are appropriated to the Early Childhood Development
18 Initiatives as specified in this Part.

19 **f. Health Care Initiatives:** Notwithstanding KRS 164.476, 248.654, and
20 304.17B-003(5), a total of \$13,042,700 of the MSA payments in each fiscal year of the
21 2020-2022 biennium is appropriated to the Health Care Improvement Fund for health
22 care initiatives as specified in this Part.

23 **A. STATE ENFORCEMENT**

24 **GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS**

25 Notwithstanding KRS 248.654 and 248.703(4), appropriations for state enforcement
26 shall be as follows:

27 **1. GENERAL GOVERNMENT**

1	Budget Unit	2020-21	2021-22
2	a. Attorney General	150,000	150,000

3 **2. FINANCE AND ADMINISTRATION CABINET**

4	Budget Unit	2020-21	2021-22
5	a. Revenue	250,000	250,000

6 **B. DEBT SERVICE**

7 **GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS**

8 Notwithstanding KRS 248.654 and 248.703(4), appropriations for debt service shall
 9 be as follows:

10 **1. FINANCE AND ADMINISTRATION CABINET**

11	Budget Unit	2020-21	2021-22
12	a. Debt Service	30,863,200	26,601,200

13 **(1) Debt Service:** To the extent that revenues sufficient to support the required
 14 debt service appropriations are received from the Tobacco Settlement Program, those
 15 revenues shall be made available from those accounts to the appropriate account of the
 16 General Fund. All necessary debt service amounts shall be appropriated from the General
 17 Fund and shall be fully paid regardless of whether there is a sufficient amount available to
 18 be transferred from tobacco-supported funding program accounts to other accounts of the
 19 General Fund.

20 **(2) General Fund (Tobacco) Debt Service Lapse:** Notwithstanding Part X, (4)
 21 of this Act, \$1,926,600 in fiscal year 2020-2021 and \$1,785,700 in fiscal year 2021-2022
 22 shall lapse to the General Fund.

23 **(3) Appropriation of Unexpended Tobacco Debt Service:** Any unexpended
 24 balance from the fiscal year 2020-2021 or fiscal year 2021-2022 General Fund (Tobacco)
 25 debt service appropriation in the Finance and Administration Cabinet, Debt Service
 26 budget unit, shall continue and be appropriated to the Governor’s Office of Agricultural
 27 Policy.

C. AGRICULTURAL DEVELOPMENT APPROPRIATIONS

GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS

Notwithstanding KRS 248.654 and 248.703(4), appropriations for Agricultural Development shall be as follows:

1. GENERAL GOVERNMENT

Budget Unit	2020-21	2021-22
a. Governor's Office of Agricultural Policy	34,594,800	34,968,800

(1) Tobacco Settlement Funds - Allocations: Notwithstanding KRS 248.711(2), and from the allocation provided therein, counties that are allocated in excess of \$20,000 annually may provide up to four percent of the individual county allocation, not to exceed \$15,000 annually, to the county council in that county for administrative costs.

(2) Counties Account: Notwithstanding KRS 248.703(1), included in the above General Fund (Tobacco) appropriation is \$14,279,200 in fiscal year 2020-2021 and \$14,443,600 in fiscal year 2021-2022 for the counties account as specified in KRS 248.703(1)(a).

2. DEPARTMENT OF AGRICULTURE

Budget Unit	2020-21	2021-22
a. Agriculture	500,000	500,000

(1) Farms to Food Banks: Included in the above General Fund (Tobacco) appropriation is \$500,000 in each fiscal year to support the Farms to Food Banks Program. The use of the moneys provided by this appropriation shall be restricted to purchases of Kentucky-grown produce from Kentucky farmers who participate in the Farms to Food Banks Program.

3. ENERGY AND ENVIRONMENT CABINET

Budget Unit	2020-21	2021-22
a. Natural Resources	3,386,800	3,423,400

1 **(1) Environmental Stewardship Program:** Included in the above General Fund
 2 (Tobacco) appropriation is \$2,479,500 in fiscal year 2020-2021 and \$2,516,100 in fiscal
 3 year 2021-2022 for the Environmental Stewardship Program.

4 **(2) Conservation District Local Aid:** Included in the above General Fund
 5 (Tobacco) appropriation is \$907,300 in each fiscal year for the Division of Conservation
 6 to provide direct aid to local conservation districts.

7	TOTAL - AGRICULTURAL	38,481,600	38,892,200
8	APPROPRIATIONS		

9 **D. EARLY CHILDHOOD DEVELOPMENT**

10 **GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS**

11 Notwithstanding KRS 248.654, appropriations for Early Childhood Development
 12 shall be as follows:

13 **1. EDUCATION AND WORKFORCE DEVELOPMENT CABINET**

14	Budget Unit	2020-21	2021-22
15	a. General Administration and Program Support	1,400,000	1,400,000

16 **(1) Early Childhood Development:** Included in the above General Fund
 17 (Tobacco) appropriation is \$1,400,000 in each fiscal year for the Early Childhood
 18 Advisory Council.

19 **2. CABINET FOR HEALTH AND FAMILY SERVICES**

20	Budget Units	2020-21	2021-22
21	a. Community Based Services	12,250,000	12,660,500

22 **(1) Early Childhood Development Program:** Included in the above General
 23 Fund (Tobacco) appropriation is \$9,750,000 in each fiscal year for the Early Childhood
 24 Development Program.

25 **(2) Early Childhood Adoption and Foster Care Supports:** Included in the
 26 above General Fund (Tobacco) appropriation is \$2,500,000 in fiscal year 2020-2021 and
 27 \$2,910,500 in fiscal year 2021-2022 for the Early Childhood Adoption and Foster Care

1 Supports Program.

2		2020-21	2021-22
3	b. Public Health	9,873,100	9,873,100

4 **(1) HANDS Program, Healthy Start, Early Childhood Mental Health, and**
 5 **Early Childhood Oral Health:** Included in the above General Fund (Tobacco)
 6 appropriation is \$7,000,000 in each fiscal year for the Health Access Nurturing
 7 Development Services (HANDS) Program, \$942,000 in each fiscal year for Healthy Start
 8 initiatives, \$942,000 in each fiscal year for Early Childhood Mental Health, and \$989,100
 9 in each fiscal year for Early Childhood Oral Health.

10 **(2) Folic Acid Program:** General Fund (Tobacco) continuing appropriation
 11 reserves allotted to the Folic Acid Program shall be utilized by the Department for Public
 12 Health in each fiscal year to continue the Folic Acid Program.

13	c. Behavioral Health, Developmental and	2020-21	2021-22
14	Intellectual Disabilities Services	1,916,000	1,916,000

15 **(1) Substance Abuse Prevention and Treatment:** Included in the above General
 16 Fund (Tobacco) appropriation is \$1,416,000 in each fiscal year for substance abuse
 17 prevention and treatment for pregnant women with a history of substance abuse problems.

18 **(2) Kentucky Rural Mental Health and Suicide Prevention Pilot Program:**
 19 Included in the above General Fund (Tobacco) appropriation is \$500,000 in each fiscal
 20 year to support the Kentucky Rural Mental Health and Suicide Prevention pilot program.
 21 The Department for Behavioral Health, Developmental and Intellectual Disabilities shall
 22 coordinate with the Kentucky Department of Agriculture, the University of Kentucky
 23 Southeast Center for Agricultural Health and Injury Prevention, and other entities to
 24 enhance awareness of the National Suicide Prevention Lifeline (988) in rural
 25 communities in Kentucky and to improve access to information on mental health issues
 26 and available treatment services. The Department for Behavioral Health, Developmental
 27 and Intellectual Disabilities shall provide cultural competency training to staff to address

1 the unique mental health challenges affecting the state’s rural communities. The
 2 Department for Behavioral Health, Developmental and Intellectual Disabilities shall also
 3 provide outreach, treatment, and other necessary services to improve the mental health
 4 outcomes for rural communities in Kentucky. The Department for Behavioral Health,
 5 Developmental and Intellectual Disabilities, in conjunction with the Kentucky
 6 Department of Agriculture and the University of Kentucky Southeast Center for
 7 Agricultural Health and Injury Prevention, shall apply for federal funds as provided by the
 8 Agriculture Improvement Act of 2018, 7 U.S.C. sec. 5936, to supplement the General
 9 Fund (Tobacco) appropriation provided above. The Cabinet for Health and Family
 10 Services shall submit a report on the results of the pilot program, including but not
 11 limited to the number of participants, the mental health issues addressed, and the funding
 12 used to the Interim Joint Committee on Appropriations and Revenue and the Interim Joint
 13 Committee on Agriculture by June 30, 2022.

14 TOTAL - EARLY CHILDHOOD 25,439,100 25,849,600
 15 APPROPRIATIONS

16 **E. HEALTH CARE IMPROVEMENT APPROPRIATIONS**

17 **GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS**

18 Notwithstanding KRS 164.476, 248.654 and 304.17B-003(5), appropriations for
 19 health care improvement shall be as follows:

20 **1. CABINET FOR HEALTH AND FAMILY SERVICES**

21 Budget Unit	2020-21	2021-22
22 a. Public Health	2,000,000	2,000,000

23 **(1) Smoking Cessation Program:** Included in the above General Fund (Tobacco)
 24 appropriation is \$2,000,000 in each fiscal year for Smoking Cessation.

25 **2. JUSTICE AND PUBLIC SAFETY CABINET**

26 Budget Unit	2020-21	2021-22
27 a. Justice Administration	3,516,600	3,516,600

1 **(1) Office of Drug Control Policy:** Included in the above General Fund
 2 (Tobacco) appropriation is \$3,166,600 in each fiscal year for the Office of Drug Control
 3 Policy.

4 **(2) Restorative Justice:** Included in the above General Fund (Tobacco)
 5 appropriation is \$350,000 in each fiscal year to support the Restorative Justice Program
 6 administered by the Volunteers of America.

7 **3. POSTSECONDARY EDUCATION**

Budget Unit	2020-21	2021-22
a. Council on Postsecondary Education	7,526,100	7,526,100

10 **(1) Cancer Research and Screening:** Included in the above General Fund
 11 (Tobacco) appropriation is \$6,876,100 in each fiscal year for cancer research and
 12 screening. The appropriation in each fiscal year shall be equally shared between the
 13 University of Kentucky and the University of Louisville.

14 **(2) Spinal Cord and Head Injury Research:** Included in the above General
 15 Fund (Tobacco) appropriation is \$650,000 in each fiscal year for spinal cord and head
 16 injury research. In accordance with KRS 211.500 to 211.504, the appropriation in each
 17 fiscal year shall be shared between the University of Kentucky and the University of
 18 Louisville.

TOTAL - HEALTH CARE	13,042,700	13,042,700
TOTAL - PHASE I TOBACCO SETTLEMENT		
FUNDING PROGRAM	108,226,600	104,785,700

22 **PART XI**

23 **STATE/EXECUTIVE BRANCH BUDGET SUMMARY**

24 **OPERATING BUDGET**

	2019-20	2020-21	2021-22
General Fund (Tobacco)	-0-	108,226,600	104,785,700
General Fund	45,749,300	11,308,532,300	11,804,717,900

1	Restricted Funds	-0-	9,371,521,500	9,323,173,500
2	Federal Funds	-0-	13,494,399,600	13,364,399,600
3	Road Fund	-0-	113,613,900	113,613,900
4	SUBTOTAL	45,749,300	34,396,293,900	34,710,690,600

CAPITAL PROJECTS BUDGET

6		2019-20	2020-21	2021-22
7	General Fund	-0-	700,000	-0-
8	Restricted Funds	10,000,000	5,895,416,200	8,627,600
9	Federal Funds	-0-	135,451,000	38,731,000
10	Bond Funds	3,000,000	313,672,300	39,247,000
11	Agency Bonds	-0-	422,138,000	-0-
12	Investment Income	-0-	9,470,000	8,090,000
13	Other Funds	3,000,000	1,771,918,000	-0-
14	SUBTOTAL	16,000,000	8,548,765,500	94,695,600

TOTAL - STATE/EXECUTIVE BUDGET

16		2019-20	2020-21	2021-22
17	General Fund (Tobacco)	-0-	108,226,600	104,785,700
18	General Fund	45,749,300	11,309,232,300	11,804,717,900
19	Restricted Funds	10,000,000	15,266,937,700	9,331,801,100
20	Federal Funds	-0-	13,629,850,600	13,403,130,600
21	Road Fund	-0-	113,613,900	113,613,900
22	Bond Funds	3,000,000	313,672,300	39,247,000
23	Agency Bonds	-0-	422,138,000	-0-
24	Investment Income	-0-	9,470,000	8,090,000
25	Other Funds	3,000,000	1,771,918,000	-0-
26	TOTAL FUNDS	61,749,300	42,945,059,400	34,805,386,200