

# IN HOUSE

## 2012 REGULAR SESSION

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COMMITTEE SUBSTITUTE FOR  
HOUSE BILL NO. 266

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THURSDAY, MARCH 15, 2012

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Committee on Appropriations & Revenue reported the following bill which was ordered to be printed.

1 AN ACT relating to appropriations providing financing and conditions for the  
 2 operations, maintenance, support, and functioning of the Transportation Cabinet of the  
 3 Commonwealth of Kentucky.

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

5 ➔Section 1. The Transportation Cabinet Budget is as follows:

6 **PART I**

7 **OPERATING BUDGET**

8 **(1) Funds Appropriations:** There is appropriated out of the General Fund, Road  
 9 Fund, Restricted Funds accounts, Federal Funds accounts, or Bond Funds accounts for the  
 10 fiscal year beginning July 1, 2012, and ending June 30, 2013, and for the fiscal year  
 11 beginning July 1, 2013, and ending June 30, 2014, the following discrete sums, or so  
 12 much thereof as may be necessary. Appropriated funds are included pursuant to KRS  
 13 48.700 and 48.710. Each appropriation is made by source of respective fund or funds  
 14 accounts. Appropriations for the budget units of the Transportation Cabinet are subject to  
 15 the provisions of Chapters 12, 42, 45, and 48 of the Kentucky Revised Statutes and  
 16 compliance with the conditions and procedures set forth in this Act.

17 **A. TRANSPORTATION CABINET**

18 **Budget Units**

19 **1. GENERAL ADMINISTRATION AND SUPPORT**

	<b>2012-13</b>	<b>2013-14</b>
21 Restricted Funds	19,700	19,700
22 Road Fund	66,930,700	69,240,400
23 TOTAL	66,950,400	69,260,100

24 **(1) Biennial Highway Construction Plan:** The Secretary of the Transportation  
 25 Cabinet shall produce a single document that contains two separately identified sections,  
 26 as follows:

27 Section 1 shall detail the enacted fiscal biennium 2012-2014 Biennial Highway

1 Construction Program and Section 2 shall detail the 2012-2014 Highway Preconstruction  
2 Program Plan for fiscal year 2012-2013 through fiscal year 2017-2018 as identified by the  
3 2012 General Assembly. This document shall mirror in data type and format the fiscal  
4 year 2010-2016 Recommended Six-Year Road Plan as submitted to the 2010 General  
5 Assembly. The document shall be published and distributed to members of the General  
6 Assembly and the public within 60 days of adjournment of the 2012 Regular Session of  
7 the General Assembly.

8 **(2) Debt Service:** Included in the above Road Fund appropriation is \$6,112,200  
9 in fiscal year 2012-2013 and \$7,066,900 in fiscal year 2013-2014 for debt service on  
10 previously authorized bonds for the Transportation Cabinet office building and parking  
11 structure.

12 **(3) Reallocation of Appropriations Among Budget Units:** The Executive  
13 Branch shall operate within the appropriations authorized in this Act for each budget unit  
14 as prescribed by KRS 48.400 to 48.730, subject to the conditions and procedures stated in  
15 this section or other Parts of this Act.

16 The Secretary of the Transportation Cabinet may request a reallocation among  
17 budget units under his or her administrative authority of up to ten percent of Road Fund  
18 appropriations contained in Part I, Operating Budget, of this Act for fiscal year 2012-2013  
19 and 2013-2014 for approval by the State Budget Director. A request shall explain the  
20 need and use for the transfer authority under this section.

21 The amount of transfer of Road Fund appropriations shall be separately recorded  
22 and reported in the system of financial accounts and reports provided in KRS Chapter 45.

23 The State Budget Director shall report a transfer made under this section, in writing,  
24 to the Interim Joint Committee on Appropriations and Revenue at least 30 days prior to  
25 the proposed transfer. The Committee shall review the transfer in the same manner and  
26 procedure as provided for an interim unbudgeted appropriation action under KRS 48.630.

27 **(4) Adopt-A-Highway Litter Program:** The Transportation Cabinet and the

1 Energy and Environment Cabinet may receive, accept, and solicit grants, contributions of  
 2 money, property, labor, or other things of value from any governmental agency,  
 3 individual, nonprofit organization, or private business to be used for the Adopt-a-  
 4 Highway Litter Program or other statewide litter programs. Any contribution of this  
 5 nature shall be deemed to be a contribution to a state agency for a public purpose and  
 6 shall be treated as Restricted Funds under KRS Chapter 45 and reported according to  
 7 KRS Chapter 48, and shall not be subject to restrictions set forth under KRS Chapter  
 8 11A.

9 **(5) SAFE Patrol Program:** The Transportation Cabinet shall continue the SAFE  
 10 Patrol Program at the current service level. The primary mission of the Cabinet's SAFE  
 11 Patrol shall be motorist assistance. The SAFE Patrol shall be restricted to providing only  
 12 assistance services on interstates, parkways, and other limited-access highways.

13 **2. AVIATION**

	<b>2012-13</b>	<b>2013-14</b>
14 Restricted Funds	4,916,800	4,901,700
15 Federal Funds	1,221,700	1,011,700
16 Road Fund	2,869,500	3,684,100
17 TOTAL	9,008,000	9,597,500

18 **(1) Operational Costs:** Notwithstanding KRS 183.525(5), the above Restricted  
 19 Funds appropriation includes operational costs of the program in each fiscal year.

20 **(2) Debt Service:** Included in the above Road Fund appropriation is \$1,793,200  
 21 in fiscal year 2012-2013 and \$2,058,800 in fiscal year 2013-2014 for debt service on  
 22 previously authorized bonds. Notwithstanding KRS 183.525, \$996,700 in fiscal year  
 23 2012-2013 and \$996,800 in fiscal year 2013-2014 is transferred to the Road Fund from  
 24 the Kentucky Aviation Economic Development Fund to support debt service on those  
 25 bonds.  
 26

27 **(3) Aviation Development Debt Service:** Included in the above Road Fund

1 appropriation is \$253,000 in fiscal year 2012-2013 and \$759,000 in fiscal year 2013-2014  
 2 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget,  
 3 of this Act.

4 **3. DEBT SERVICE**

	<b>2012-13</b>	<b>2013-14</b>
6 Road Fund	154,729,300	174,867,100

7 **(1) Economic Development Road Lease-Rental Payments:** Included in the  
 8 above Road Fund appropriation is \$154,479,300 in fiscal year 2012-2013 and  
 9 \$174,617,100 in fiscal year 2013-2014 for Economic Development Road lease-rental  
 10 payments relating to projects financed by Economic Development Road Revenue Bonds  
 11 previously authorized by the General Assembly and issued by the Kentucky Turnpike  
 12 Authority.

13 **(2) Debt Payment Acceleration Fund Account:** Notwithstanding KRS 175.505,  
 14 no portion of the revenues to the state Road Fund provided by the adjustments in KRS  
 15 138.220(2), excluding KRS 177.320 and 177.365, shall accrue to the Debt Payment  
 16 Acceleration Fund account during the 2012-2014 fiscal biennium.

17 **(3) Excess Lease-Rental Payments:** Any moneys not required to meet lease-  
 18 rental payments or to meet the administrative costs of the Kentucky Turnpike Authority  
 19 shall be transferred to the State Construction Account.

20 **4. HIGHWAYS**

	<b>2012-13</b>	<b>2013-14</b>
22 General Fund	253,000	759,000
23 Restricted Funds	304,119,500	304,490,500
24 Federal Funds	568,697,600	570,069,000
25 Road Fund	811,495,600	782,295,500
26 TOTAL	1,684,565,700	1,657,614,000

27 **(1) Debt Service:** Included in the above Federal Funds appropriation is

1 \$79,687,100 in fiscal year 2012-2013 and \$106,711,500 in fiscal year 2013-2014 for debt  
2 service on Grant Anticipation Revenue Vehicle (GARVEE) Bonds previously  
3 appropriated by the General Assembly.

4 **(2) State Supported Construction Program:** Included in the above Road Fund  
5 appropriation is \$400,240,200 in fiscal year 2012-2013 and \$368,279,500 in fiscal year  
6 2013-2014 for the State Supported Construction Program.

7 **(3) Biennial Highway Construction Program:** Included in the State Supported  
8 Construction Program is \$249,240,200 in fiscal year 2012-2013 and \$217,279,500 in  
9 fiscal year 2013-2014 from the Road Fund for state construction projects in the fiscal  
10 biennium 2012-2014 Biennial Highway Construction Program.

11 **(4) Highway Construction Contingency Account:** Included in the State  
12 Supported Construction Program is \$31,000,000 in each fiscal year for the Highway  
13 Construction Contingency Account. Included in the Highway Construction Contingency  
14 Account is \$5,000,000 in each fiscal year to support the Kentucky Pride Fund created in  
15 KRS 224.43-505. Also included in the Highway Construction Contingency Account is up  
16 to \$4,000,000 in dollar-for-dollar matching funds in each fiscal year for the Shortline  
17 Railroad Assistance Fund.

18 **(5) 2012-2014 Biennial Highway Construction Plan:** Projects in the enacted  
19 2010-2012 Biennial Highway Construction Plan are authorized to continue their current  
20 authorization into the 2012-2014 fiscal biennium.

21 **(6) Kentucky Transportation Center:** Notwithstanding KRS 177.320(4),  
22 included in the above Road Fund appropriation is \$290,000 in each fiscal year for the  
23 Kentucky Transportation Center.

24 **(7) New Highway Equipment Purchases:** Notwithstanding KRS 48.710(3),  
25 included in the above Restricted Funds appropriation is \$1,500,000 in each fiscal year  
26 from the sale of surplus equipment to purchase new highway equipment.

27 **(8) State Match Provisions:** The Transportation Cabinet is authorized to utilize

1 state construction moneys or Toll Credits to match federal highway moneys.

2 **(9) Federal Aid Highway Funds:** If additional federal highway moneys are made  
3 available to Kentucky by the United States Congress, the funds shall be used according to  
4 the following priority: (a) Any demonstration-specific or project-specific money shall be  
5 used on the project identified; and (b) All other funds shall be used to ensure that projects  
6 in the fiscal biennium 2012-2014 Biennial Highway Construction Plan are funded. If  
7 additional federal moneys remain after these priorities are met, the Transportation  
8 Cabinet may select projects from the Highway Preconstruction Program.

9 **(10) Road Fund Cash Management:** The Secretary of the Transportation Cabinet  
10 may continue the Cash Management Plan to address the policy of the General Assembly  
11 to expeditiously initiate and complete projects in the fiscal biennium 2012-2014 Biennial  
12 Highway Construction Plan. Notwithstanding KRS Chapter 45, specifically including  
13 KRS 45.242 and 45.244, the Secretary may concurrently advance projects in the Biennial  
14 Highway Construction Plan by employing management techniques that maximize the  
15 Cabinet's ability to contract for and effectively administer the project work. Under the  
16 approved Cash Management Plan, the Secretary shall continuously ensure that the  
17 unspent project and Road Fund balances available to the Transportation Cabinet are  
18 sufficient to meet expenditures consistent with appropriations provided.

19 **(11) Carry Forward of Appropriation Balances:** Notwithstanding KRS 45.229,  
20 unexpended Road Fund appropriations in the Highways budget unit for the Construction  
21 program, the Maintenance program, and the Research program in fiscal year 2011-2012  
22 and in fiscal year 2012-2013 shall not lapse but shall carry forward. Unexpended Federal  
23 Funds and Restricted Funds appropriations in the Highways budget unit for the  
24 Construction program, the Maintenance program, the Equipment Services program, and  
25 the Research program in fiscal year 2011-2012 and in fiscal year 2012-2013, up to the  
26 amount of ending cash balances and unissued Highway Bond Funds and grant balances  
27 shall not lapse but shall carry forward.

1           **(12) Wetland Restoration Debt Service:** Included in the above General Fund  
2 appropriation is \$253,000 in fiscal year 2012-2013 and \$759,000 in fiscal year 2013-2014  
3 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget,  
4 of this Act.

5           **(13) Demonstration Projects:** Notwithstanding any conflicting provisions of KRS  
6 Chapters 45A, 176, and 177, the Transportation Cabinet is authorized to utilize  
7 design/build procurement methods for up to five demonstration road and bridge related  
8 projects in each fiscal year. For procurement purposes, the Transportation Cabinet shall  
9 utilize a qualifications-based bidding process within the context of the provisions of KRS  
10 Chapter 176. The projects will be selected based on engineering factors that determine a  
11 design/build process will provide the best value for the Commonwealth. Factors to  
12 consider may include but not be limited to the following: project delivery schedule,  
13 technical complexity, constructability, and estimated project cost. The Secretary of the  
14 Transportation Cabinet shall determine the nature and scope of each design/build project,  
15 and shall submit a report identifying and detailing the demonstration road and bridge  
16 related projects, including the estimated cost savings, to the Interim Joint Committee on  
17 Appropriations and Revenue by December 1 of each fiscal year.

18           **(14) Louisville-Southern Indiana Ohio River Bridges Demonstration Project:**  
19 Notwithstanding any conflicting provisions of KRS Chapters 45A, 176, and 177, the  
20 Transportation Cabinet is authorized to utilize design/build procurement methods for the  
21 Louisville-Southern Indiana Ohio River Bridges Project. For procurement purposes, the  
22 Transportation Cabinet shall utilize a qualifications-based bidding process within the  
23 context of the provisions of KRS Chapter 176. The Secretary of the Transportation  
24 Cabinet shall determine the nature and scope of the design/build project.

25           **(15) Federally Supported Construction Program:** Included in the above Federal  
26 Funds appropriation is \$547,761,600 in fiscal year 2012-2013 and \$548,652,900 in fiscal  
27 year 2013-2014 for federal construction projects.



1           **(16) State Resurfacing Program:** Included in the State Supported Construction  
2 Program is \$120,000,000 in each fiscal year from the Road Fund for the State  
3 Resurfacing Program.

4           **(17) Highways Maintenance:** Included in the above Highways Road Fund  
5 appropriation is \$323,212,500 in fiscal year 2012-2013 and \$323,212,500 in fiscal year  
6 2013-2014 for Highways Maintenance. Highways Maintenance positions may be filled to  
7 the extent the above funding level and the Highways Maintenance continuing  
8 appropriation are sufficient to support those positions.

9           **(18) Interlocal Cooperative Agreement:** Any local government may be permitted  
10 to enter into an interlocal cooperative agreement with the Transportation Cabinet to  
11 maintain traffic control devices on state-maintained roads within the local government's  
12 jurisdiction and shall be reimbursed by the Transportation Cabinet for the contracted cost  
13 of such maintenance. The agreement may permit local governments to make temporary  
14 repairs to state-maintained road surfaces within the local government's jurisdiction and  
15 shall be reimbursed by the Transportation Cabinet for the contracted cost of the  
16 temporary repairs. The Transportation Cabinet shall report all interlocal cooperative  
17 agreements entered into under this subsection to the Interim Joint Committee on  
18 Transportation within seven days of the agreement being finalized. The report shall  
19 include the local government requesting the assistance from the Cabinet, the scope and  
20 estimated cost of the service or repair, and the reasons for the necessity of the agreement.

21           **(19) LSIORB Bi-State Authority Financial Plan:** Pursuant to the provisions of  
22 KRS 175B.020(2) and (4), the Kentucky Public Transportation Infrastructure Authority  
23 created in KRS 175B.015 is authorized to act as the developing and issuing authority as  
24 described in KRS 175B.025, as necessary to facilitate the completion, operation, and  
25 maintenance of the Louisville-Southern Indiana Ohio River Bridges Project, and as  
26 outlined in the financial plan adopted by the Louisville and Southern Indiana Bridges  
27 Authority on March 5, 2012, pursuant to KRS 175B.030(6), and presented to the General

1 Assembly on March 6, 2012.

2 The General Assembly recognizes that the Bridges Authority has completed the  
 3 tasks and duties assigned to it by KRS 175B.030, by adopting a financial plan and  
 4 submitting that plan to the Kentucky Public Transportation Infrastructure Authority and  
 5 the General Assembly.

6 The General Assembly recognizes that the Louisville-Southern Indiana Ohio River  
 7 Bridges Project financial plan, as submitted and approved by the Kentucky Public  
 8 Transportation Infrastructure Authority, recommends a commitment of funding from the  
 9 Transportation Cabinet for six years. The General Assembly hereby acknowledges that  
 10 two years of funding is committed, and four years of proposed funding is recommended,  
 11 consistent with the General Assembly’s method of funding of the six-year road plan  
 12 (KRS 176.430).

13 **(20) Brent Spence Bridge Initial Financial Plan:** The Kentucky Transportation  
 14 Cabinet, in conjunction with the Ohio Department of Transportation, shall jointly develop  
 15 and submit an initial financial plan for the Brent Spence Bridge Project to the Federal  
 16 Highway Administration by December 31, 2013. The Kentucky Transportation Cabinet  
 17 shall not authorize any additional funds on the Brent Spence Bridge Project after  
 18 December, 31, 2013, until the Federal Highway Administration approves an initial  
 19 financing plan for the project.

20 **5. JUDGMENTS**

21 **(1) Payment of Judgments:** Road Fund resources required to pay judgments  
 22 shall be transferred from the State Construction Account at the time when actual  
 23 payments must be disbursed from the State Treasury.

24 **6. PUBLIC TRANSPORTATION**

	<b>2012-13</b>	<b>2013-14</b>
25		
26 General Fund	5,178,200	5,178,200
27 Restricted Funds	440,000	440,000

1	Federal Funds	32,682,900	32,860,000
2	TOTAL	38,301,100	38,478,200

3       **(1) Toll Credits:** The Transportation Cabinet is authorized to maximize to the  
 4 extent necessary the use of Toll Credits to match Federal Funds for transit systems capital  
 5 grants.

6       **(2) Nonpublic School Transportation:** Included in the above General Fund  
 7 appropriation is \$2,950,000 in each fiscal year for nonpublic school transportation.

8       **7. REVENUE SHARING**

9		<b>2012-13</b>	<b>2013-14</b>
10	Road Fund	380,661,800	405,482,300

11       **(1) County Road Aid Program:** Included in the above Road Fund appropriation  
 12 is \$143,900,700 in fiscal year 2012-2013 and \$153,320,600 in fiscal year 2013-2014 for  
 13 the County Road Aid Program in accordance with KRS 177.320, 179.410, 179.415, and  
 14 179.440. Notwithstanding KRS 177.320(2), the above amounts have been reduced by  
 15 \$38,000 in each fiscal year, which has been appropriated to the Highways budget unit for  
 16 the support of the Kentucky Transportation Center.

17       **(2) Rural Secondary Program:** Included in the above Road Fund appropriation  
 18 is \$174,568,100 in fiscal year 2012-2013 and \$185,995,600 in fiscal year 2013-2014 for  
 19 the Rural Secondary Program in accordance with KRS 177.320, 177.330, 177.340,  
 20 177.350, and 177.360. Notwithstanding KRS 177.320(1), the above amounts have been  
 21 reduced by \$46,000 in each fiscal year, which has been appropriated to the Highways  
 22 budget unit for the support of the Kentucky Transportation Center.

23       **(3) Municipal Road Aid Program:** Included in the above Road Fund  
 24 appropriation is \$60,548,400 in fiscal year 2012-2013 and \$64,511,900 in fiscal year  
 25 2013-2014 for the Municipal Road Aid Program in accordance with KRS 177.365,  
 26 177.366, and 177.369. Notwithstanding KRS 177.365(1), the above amounts have been  
 27 reduced by \$16,000 in each fiscal year, which has been appropriated to the Highways

1 budget unit for the support of the Kentucky Transportation Center.

2 **(4) Energy Recovery Road Fund:** Included in the above Road Fund  
3 appropriation is \$903,000 in each fiscal year for the Energy Recovery Road Fund in  
4 accordance with KRS 177.977, 177.9771, 177.9772, 177.978, 177.979, and 177.981.

5 **8. VEHICLE REGULATION**

	<b>2012-13</b>	<b>2013-14</b>
6		
7 Restricted Funds	11,804,500	11,687,300
8 Federal Funds	2,730,000	2,730,000
9 Road Fund	24,636,800	25,926,700
10 TOTAL	39,171,300	40,344,000

11 **(1) Debt Service:** Included in the above Road Fund appropriation is \$3,143,900  
12 in fiscal year 2012-2013 and \$3,145,500 in fiscal year 2013-2014 for debt service on  
13 previously issued bonds. Included in the above Road Fund appropriation is \$901,500 in  
14 fiscal year 2012-2013 and \$1,803,000 in fiscal year 2013-2014 for new debt service to  
15 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

16 **TOTAL - TRANSPORTATION CABINET**

	<b>2012-13</b>	<b>2013-14</b>
17		
18 General Fund	5,431,200	5,937,200
19 Restricted Funds	321,300,500	321,539,200
20 Federal Funds	605,332,200	606,670,700
21 Road Fund	1,441,323,700	1,461,496,100
22 TOTAL	2,373,387,600	2,395,643,200

23 **PART II**

24 **CAPITAL PROJECTS BUDGET**

25 **(1) Capital Construction Fund Appropriations and Reauthorizations:**  
26 Moneys in the Capital Construction Fund are appropriated for the following capital  
27 projects subject to the conditions and procedures in this Act. Items listed without

1 appropriated amounts are previously authorized for which no additional amount is  
 2 required. These items are listed in order to continue their current authorization into the  
 3 2012-2014 fiscal biennium. Unless otherwise specified, reauthorized projects shall  
 4 conform to the original authorization enacted by the General Assembly.

5 **(2) Expiration of Existing Line-Item Capital Construction Projects:** All  
 6 appropriations to existing line-item capital construction projects expire on June 30, 2012,  
 7 unless reauthorized in this Act with the following exceptions: (a) A construction contract  
 8 for the project shall have been awarded by June 30, 2012; (b) Permanent financing or a  
 9 short-term line of credit sufficient to cover the total authorized project scope shall have  
 10 been obtained in the case of projects authorized for bonds, if the authorized project  
 11 completes an initial draw on the line of credit within the biennium immediately  
 12 subsequent to the original authorization; and (c) Grant or loan agreements, if applicable,  
 13 shall have been finalized and properly signed by all necessary parties. Notwithstanding  
 14 the criteria set forth in this subsection, the disposition of 2010-2012 fiscal biennium  
 15 nonstatutory appropriated maintenance pools funded from Capital Construction  
 16 Investment Income shall remain subject to the provisions of KRS 45.770(5)(c).

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

22 **(4) Payments for Wetland Restoration:** Obligations due from the Department  
 23 of Highways from state funds for fees to the fund established by KRS 150.255(3) shall be  
 24 deposited into an Other Special Revenue Fund established within the Transportation  
 25 Cabinet. Payments in satisfaction of these obligations shall be made from the capital  
 26 project appropriation in Part II, A., 3., 001. of this Act.

27 **A. TRANSPORTATION CABINET**

1	<b>Budget Units</b>	<b>2012-13</b>	<b>2013-14</b>
2	<b>1. GENERAL ADMINISTRATION AND SUPPORT</b>		
3	<b>001. Building/Site Renovations and Emergency Repairs - 2012-2014</b>		
4	Road Fund	1,405,000	1,460,000
5	<b>002. Construct Ballard County Maintenance Facility and Salt Storage</b>		
6	Structure		
7	Road Fund	270,000	1,170,000
8	<b>003. Construct Harrison County Maintenance Facility and Salt Storage</b>		
9	Structure		
10	Road Fund	270,000	1,170,000
11	<b>004. Construct Henderson County Maintenance Facility and Salt Storage</b>		
12	Structure		
13	Road Fund	270,000	1,170,000
14	<b>005. Construct Knott County Maintenance Facility and Salt Storage</b>		
15	Structure		
16	Road Fund	270,000	1,170,000
17	<b>006. Construct Menifee County Maintenance Facility and Salt Storage</b>		
18	Structure		
19	Road Fund	270,000	1,170,000
20	<b>007. Construct Muhlenberg County Maintenance Facility and Salt Storage</b>		
21	Structure		
22	Road Fund	270,000	1,170,000
23	<b>008. Construct Nicholas County Maintenance Facility and Salt Storage</b>		
24	Structure		
25	Road Fund	270,000	1,170,000
26	<b>009. Salt Structure Facility and Ancillary Building Maintenance and</b>		
27	Repairs - 2012-2014		

1	Road Fund	640,000	665,000
2	<b>010.</b> Replace Overhead Doors and Emergency Repairs - 2012-2014		
3	Road Fund	350,000	365,000
4	<b>011.</b> Water and Wastewater - 2012-2014		
5	Road Fund	280,000	292,000
6	<b>012.</b> Construct Crittenden County Maintenance Facility and Salt Storage		
7	Structure Reauthorization (\$1,340,000 Road Fund)		
8	<b>013.</b> Construct Larue County Maintenance Facility and Salt Storage		
9	Structure Reauthorization (\$1,340,000 Road Fund)		
10	<b>014.</b> Purchase PONTIS Upgrade Reauthorization (\$600,000 Road Fund)		
11	<b>015.</b> Purchase TRNS*PORT Upgrade Reauthorization (\$3,000,000 Road		
12	Fund)		
13	<b>2. AVIATION</b>		
14	<b>001.</b> Aviation Development Projects - 2012-2014		
15	Bond Funds	5,000,000	5,000,000
16	<b>002.</b> Aircraft Major Maintenance Pool - 2012-2014		
17	Investment Income	500,000	500,000
18	<b>003.</b> Lake Barkley State Resort Park Airport Runway Asphalt Crack Repair		
19	Restricted Funds	50,000	-0-
20	Federal Funds	950,000	-0-
21	TOTAL	1,000,000	-0-
22	<b>3. HIGHWAYS</b>		
23	<b>001.</b> Wetland Restoration - 2012-2014		
24	Bond Funds	5,000,000	5,000,000
25	<b>002.</b> Road Maintenance Parks - 2012-2014		
26	Road Fund	1,500,000	1,500,000
27	<b>003.</b> Repair Loadometer and Rest Areas - 2012-2014		

1	Road Fund	750,000	750,000
2	<b>004. Various Environmental Compliance - 2012-2014</b>		
3	Road Fund	670,000	625,000
4	<b>005. Laser Crack Measurement System</b>		
5	Federal Funds	480,000	-0-
6	Road Fund	120,000	-0-
7	TOTAL	600,000	-0-
8	<b>006. Video-Logging Roadway Feature System</b>		
9	Federal Funds	480,000	-0-
10	Road Fund	120,000	-0-
11	TOTAL	600,000	-0-
12	<b>007. Light Detection and Ranging Equipment for Video-Logging Vans</b>		
13	Federal Funds	320,000	-0-
14	Road Fund	80,000	-0-
15	TOTAL	400,000	-0-
16	<b>4. VEHICLE REGULATION</b>		
17	<b>001. Replace Kentucky Driver Licensing System</b>		
18	Bond Funds	12,500,000	-0-
19	<b>002. Flat Digitized License Plates</b>		
20	Road Fund	-0-	1,250,000

### PART III

#### FUNDS TRANSFER

23 The General Assembly finds that the financial condition of state government  
24 requires the following action.

25 Notwithstanding the statutes or requirements of the Restricted Funds enumerated  
26 below, there is transferred to the General Fund the following amounts in fiscal year 2012-  
27 2013 and fiscal year 2013-2014:



1	2012-13	2013-14
2	<b>A. TRANSPORTATION CABINET</b>	
3	<b>1. Aviation</b>	
4	Agency Revenue Fund	468,000
5	(KRS 183.525(4) and (5))	468,000
6	<b>2. Aviation</b>	
7	Agency Revenue Fund	12,000,000
8	(KRS 183.525(4) and (5))	7,000,000
9	<b>3. Highways</b>	
10	Other Special Revenue Fund	5,000,000
11	The amount of funds transfer shall be limited to the deposits made by the	
12	Department of Highways to an Other Special Revenue Fund which shall be	
13	established by the Transportation Cabinet for fees due to the fund established by	
14	KRS 150.255(3). If the amount of the funds transfer made in fiscal year 2012-2013	
15	is less than the full amount authorized, funds transfers may be made in fiscal year	
16	2013-2014 up to the maximum biennial total of \$10,000,000.	
17	<b>4. Vehicle Regulation</b>	
18	Agency Revenue Fund	5,500,000
19	(KRS 186.040(6)(a))	4,100,000
20	<b>5. Vehicle Regulation</b>	
21	Agency Revenue Fund	-0-
22	(KRS 190.058(10))	100,000
23	<b>6. Vehicle Regulation</b>	
24	Agency Revenue Fund	3,500,000
25	(KRS 186.040(6)(b))	3,500,000
26	TOTAL - FUNDS TRANSFER	26,468,000
27		

**PART IV**

<b>TRANSPORTATION CABINET BUDGET SUMMARY</b>				
<b>OPERATING BUDGET</b>				
	<b>2011-12</b>	<b>2012-13</b>	<b>2013-14</b>	
4	General Fund	-0-	5,431,200	5,937,200
5	Restricted Funds	-0-	321,300,500	321,539,200
6	Federal Funds	-0-	605,332,200	606,670,700
7	Road Fund	-0-	1,441,323,700	1,461,496,100
8	<b>SUBTOTAL</b>	<b>-0-</b>	<b>2,373,387,600</b>	<b>2,395,643,200</b>
<b>CAPITAL PROJECTS BUDGET</b>				
	<b>2011-12</b>	<b>2012-13</b>	<b>2013-14</b>	
11	Restricted Funds	-0-	50,000	-0-
12	Federal Funds	-0-	2,230,000	-0-
13	Road Fund	-0-	7,805,000	15,097,000
14	Bond Funds	-0-	22,500,000	10,000,000
15	Investment Income	-0-	500,000	500,000
16	<b>SUBTOTAL</b>	<b>-0-</b>	<b>33,085,000</b>	<b>25,597,000</b>
<b>TOTAL - TRANSPORTATION CABINET BUDGET</b>				
	<b>2011-12</b>	<b>2012-13</b>	<b>2013-14</b>	
19	General Fund	-0-	5,431,200	5,937,200
20	Restricted Funds	-0-	321,350,500	321,539,200
21	Federal Funds	-0-	607,562,200	606,670,700
22	Road Fund	-0-	1,449,128,700	1,476,593,100
23	Bond Funds	-0-	22,500,000	10,000,000
24	Investment Income	-0-	500,000	500,000
25	<b>TOTAL FUNDS</b>	<b>-0-</b>	<b>2,406,472,600</b>	<b>2,421,240,200</b>