

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. The State/Executive Branch Budget is as follows:

7 **PART I**

8 **OPERATING BUDGET**

9 **(1) Funds Appropriations:** There is appropriated out of the General Fund, Road
10 Fund, Restricted Funds accounts, Federal Funds accounts, or Bond Funds accounts for
11 the fiscal year beginning July 1, 2023, and ending June 30, 2024, for the fiscal year
12 beginning July 1, 2024, and ending June 30, 2025, and for the fiscal year beginning July
13 1, 2025, and ending June 30, 2026, the following discrete sums, or so much thereof as
14 may be necessary. Appropriated funds are included pursuant to KRS 48.700 and 48.710.
15 Each appropriation is made by source of respective fund or funds accounts.
16 Appropriations for the following officers, cabinets, departments, boards, commissions,
17 institutions, subdivisions, agencies, and budget units of the state government, and any and
18 all other activities of the government of the Commonwealth, are subject to the provisions
19 of Chapters 12, 42, 45, and 48 of the Kentucky Revised Statutes and compliance with the
20 conditions and procedures set forth in this Act.

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

25 **A. GENERAL GOVERNMENT**

26 **Budget Units**

27 **1. OFFICE OF THE GOVERNOR**

1		2024-25	2025-26
2	General Fund	6,728,400	6,872,700
3	Restricted Funds	288,100	288,100
4	Federal Funds	500,000	500,000
5	TOTAL	7,516,500	7,660,800

6 **(1) Salary Increment:** Notwithstanding KRS 64.480(2), the increment provided
7 on the base salary of the Lieutenant Governor shall be the same as that provided for
8 eligible state employees in Part IV of this Act.

9 Notwithstanding KRS 64.480(4), the increment provided on the base salary of the
10 Governor shall be the same as that provided for eligible state employees in Part IV of this
11 Act.

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

13		2024-25	2025-26
14	General Fund	3,976,400	4,073,900
15	Restricted Funds	261,400	261,400
16	Federal Funds	132,300	132,300
17	TOTAL	4,370,100	4,467,600

18 **(1) Participation in Transparent Governing - Full Disclosure of Inmate**
19 **Population Forecasts and Related Materials:** The Office of State Budget Director shall
20 provide the methodology, assumptions, data, and all other related materials used to
21 project biennial offender population forecasts conducted by the Office of State Budget
22 Director, the Kentucky Department of Corrections, and any consulting firms, to the
23 Interim Joint Committee on Appropriations and Revenue by October 1, 2025. This
24 submission shall include but not be limited to the projected state, county, and community
25 offender populations for the 2026-2028 fiscal biennium and must coincide with the
26 budgeted amount for these populations. This submission shall clearly divulge the
27 methodology and reasoning behind the budgeted and projected offender population in a

1 commitment to participate in transparent governing.

2 **3. HOMELAND SECURITY**

3		2023-24	2024-25	2025-26
4	General Fund	-0-	5,645,900	5,658,600
5	Restricted Funds	1,330,000	4,482,300	4,496,900
6	Federal Funds	-0-	5,855,600	5,893,700
7	TOTAL	1,330,000	15,983,800	16,049,200

8 **(1) Commercial Mobile Radio Services:** Included in the above Restricted Funds
 9 appropriation is \$1,100,000 in fiscal year 2023-2024, fiscal year 2024-2025, and fiscal
 10 year 2025-2026 to support obligations incurred as part of the federal Next Generation 9-
 11 1-1 grant. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

12 **(2) Law Enforcement Protection Program:** Included in the above Restricted
 13 Funds appropriation is \$230,000 in fiscal year 2023-2024, fiscal year 2024-2025, and
 14 fiscal year 2025-2026 to support an increase in number of LEPP grants. Mandated reports
 15 shall be submitted pursuant to Part III, 24. of this Act.

16 **(3) Next Generation 9-1-1 (NG9-1-1) Services:** Included in the above General
 17 Fund appropriation is \$5,000,000 in each fiscal year to complete the statewide
 18 deployment of NG9-1-1 services. The appropriation shall be used to implement a NG9-1-
 19 1 system that is compliant with the National Emergency Number Association's i3
 20 Standard. Notwithstanding KRS 45.229, any portion of General Fund not expended for
 21 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
 22 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

23 **4. VETERANS' AFFAIRS**

24		2023-24	2024-25	2025-26
25	General Fund	-0-	46,058,400	41,370,000
26	Restricted Funds	1,620,600	77,257,500	95,193,800
27	Federal Funds	-0-	1,014,600	-0-

1	TOTAL	1,620,600	124,330,500	136,563,800
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(1) **Weekend and Holiday Premium Pay Incentive:** The Kentucky Veterans Centers are authorized to continue the weekend and holiday premium pay incentive for the 2024-2026 fiscal biennium.

5 **(2) Congressional Medal of Honor Recipients - Travel and Per Diem:** The
6 Commissioner of the Department of Veterans' Affairs may approve travel and per diem
7 expenses incurred when Kentucky residents who have been awarded the Congressional
8 Medal of Honor attend veterans, military, or memorial events in the Commonwealth of
9 Kentucky.

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

(4) **Brain Injury Association of America, Kentucky Chapter and the Epilepsy Foundation of Kentuckiana Funding:** Included in the above General Fund appropriation is \$93,700 in each fiscal year for grants to the Brain Injury Association of America, Kentucky Chapter and \$93,700 in each fiscal year for grants to the Epilepsy Foundation of Kentuckiana to be used solely for the purpose of working with veterans who have experienced brain trauma and their families. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

26 **(5) 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. Notwithstanding KRS 45.229, any portion of General Fund not
2 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS
3 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

4 **(6) Kentucky Homeless Veterans Program:** Included in the above General
5 Fund appropriation is \$200,000 in each fiscal year to provide emergency financial
6 assistance to Kentucky's homeless veterans. Notwithstanding KRS 45.229, any portion of
7 General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
8 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
9 this Act.

10 **(7) National Guard/Reserve Burial Act:** Included in the above General Fund
11 appropriation is \$320,000 in each fiscal year to support interment costs for veterans of the
12 National Guard and Reserves, and eligible family members. Notwithstanding KRS
13 45.229, any portion of General Fund not expended for this purpose shall lapse to the
14 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
15 pursuant to Part III, 24. of this Act.

16 **(8) Veterans Center Services and Operating Increase:** Included in the above
17 Restricted Funds appropriation is \$1,620,600 in fiscal year 2023-2024, \$11,398,500 in
18 fiscal year 2024-2025, and \$18,429,500 in fiscal year 2025-2026 to support veterans
19 services and increased operating costs. Mandated reports shall be submitted pursuant to
20 Part III, 24. of this Act.

21 **(9) Veteran's Service Organization Burial Honor Guard:** Included in the
22 above General Fund appropriation is \$76,000 in fiscal year 2024-2025 and \$152,000 in
23 fiscal year 2025-2026 year to support military funeral honors for veterans.
24 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
25 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
26 shall be submitted pursuant to Part III, 24. of this Act.

27 **(10) Bowling Green Veterans Center:** Included in the above appropriations is

\$12,397,100 in General Fund in fiscal year 2024-2025 and \$5,616,800 in General Fund and \$10,000,000 in Restricted Funds in fiscal year 2025-2026 to support the staffing and operations of the Bowling Green Veterans Center. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(11) Debt Service: Included in the above General Fund appropriation is \$616,500 in fiscal year 2024-2025 and \$1,517,000 in fiscal year 2025-2026 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

(12) USA Cares: Included in the above General Fund appropriation is \$1,000,000 in each fiscal year for USA Cares. No more than ten percent in each fiscal year may be retained for administrative purposes. Veterans' Affairs shall submit a semiannual progress report to the Interim Joint Committee on Appropriations and Revenue detailing the use of these funds beginning February 1, 2025. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

5. KENTUCKY INFRASTRUCTURE AUTHORITY

	2024-25	2025-26
General Fund	22,254,000	4,345,200
Restricted Funds	3,366,300	5,819,400
Federal Funds	405,316,600	1,007,875,800
TOTAL	430,936,900	1,018,040,400

(1) Debt Service: Included in the above appropriations is \$340,500 in General Fund in fiscal year 2024-2025 and \$2,404,500 in General Fund and \$2,418,000 in Restricted Funds in fiscal year 2025-2026 for new debt service to support new bonds as

1 set forth in Part II, Capital Projects Budget, of this Act. Notwithstanding KRS 45.229,
2 any portion of General Fund not expended for this purpose shall lapse to the Budget
3 Reserve Trust Fund Account (KRS 48.705).

4 **(2) Additional Positions:** Included in the above Restricted Funds appropriation is
5 \$520,000 in fiscal year 2024-2025 and \$503,100 in fiscal year 2025-2026 to support
6 additional positions for the Kentucky Infrastructure Authority. Mandated reports shall be
7 submitted pursuant to Part III, 24. of this Act.

8 **(3) Clean Water State Revolving Fund:** Included in the above Federal Funds
9 appropriation is \$30,840,000 in fiscal year 2024-2025 and \$25,293,600 in fiscal year
10 2025-2026 to support an increase in the Clean Water State Revolving Fund. Mandated
11 reports shall be submitted pursuant to Part III, 24. of this Act.

12 **(4) Drinking Water State Revolving Fund:** Included in the above Federal
13 Funds appropriation is \$84,684,900 in fiscal year 2024-2025 and \$41,059,100 in fiscal
14 year 2025-2026 to support an increase in the Drinking Water State Revolving Fund.
15 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

16 **(5) BEAD Program Grant:** Included in the above Federal Funds appropriation is
17 \$217,234,500 in fiscal year 2024-2025 and \$868,938,200 in fiscal year 2025-2026 to
18 support the Broadband Equity Access and Deployment (BEAD) Program grant.
19 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

20 **(6) Rural Infrastructure Improvement Fund:** Included in the above General
21 Fund appropriation is \$19,988,100 in fiscal year 2024-2025 to the Rural Infrastructure
22 Improvement Fund for pole replacements. The appropriation shall include the following
23 allocations:

24 (a) \$4,000,000 for pole owners to hire temporary workers to help manage the
25 increased volume of pole attachment permits;

26 (b) \$2,000,000 to the Kentucky Association of Electric Cooperatives to
27 administer for pole replacement activities; and

(c) \$2,000,000 to the Office of Broadband Development to support hiring temporary workers for investor-owned utilities and other pole owners.

Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

6. MILITARY AFFAIRS

	2024-25	2025-26
General Fund	34,327,500	36,140,800
Restricted Funds	18,573,200	16,888,200
Federal Funds	87,674,100	88,324,400
TOTAL	140,574,800	141,353,400

(1) Kentucky National Guard: Included in the above General Fund appropriation is \$4,500,000 in each fiscal year to be expended, subject to the conditions and procedures provided in this Act, which are required as a result of the Governor's declaration of emergency pursuant to KRS Chapter 39A, and the Governor's call of the Kentucky National Guard to active duty when an emergency or exigent situation has been declared to exist by the Governor. Notwithstanding KRS 45.229, any portion of the \$4,500,000 not expended shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705) at the end of each fiscal year. In the event that costs for Governor-declared emergencies or the Governor's call of the Kentucky National Guard for emergencies or exigent situations exceed \$4,500,000 annually, up to \$25,000,000 shall be deemed necessary government expenses and shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705).

(2) Disaster or Emergency Aid Funds: Subject to the conditions and procedures in this Act, in the event of a presidentially declared disaster or emergency, the Department of Military Affairs may request from the Finance and Administration Cabinet, as a necessary government expense, up to \$75,000,000 in fiscal year 2023-2024,

1 \$50,000,000 in fiscal year 2024-2025, and \$50,000,000 in fiscal year 2025-2026 from the
2 General Fund to be used as required to match federal aid for which the state would be
3 eligible. These necessary funds shall be made available from the General Fund Surplus
4 Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705).

5 **(3) Residential Youth-at-Risk Program:** Included in the above General Fund
6 appropriation is \$1,235,000 in each fiscal year to support the Bluegrass Challenge
7 Academy and \$1,235,000 in each fiscal year to support the Appalachian Youth Challenge
8 Academy. Notwithstanding KRS 45.229, any portion of General Fund not expended for
9 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
10 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

11 **(4) Debt Service:** Included in the above General Fund appropriation is \$540,000
12 in fiscal year 2024-2025 and \$1,243,500 in fiscal year 2025-2026 for new debt service to
13 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.
14 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
15 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

16 **(5) Rosedale Cemetery Repair Work:** Notwithstanding KRS 39A.305(6),
17 included in the above Restricted Funds appropriation is \$20,600 in fiscal year 2024-2025
18 to the Rosedale Cemetery in Christian County from the West Kentucky State Aid
19 Funding for Emergencies (WKSAFE) fund for cemetery repair work. Mandated reports
20 shall be submitted pursuant to Part III, 24. of this Act.

21 **(6) National Guard Facilities:** Included in the above General Fund appropriation
22 is \$1,500,000 in each fiscal year to support operations at Kentucky National Guard
23 locations. Notwithstanding KRS 45.229, any portion of General Fund not expended for
24 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
25 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

26 **(7) National Guard Sustainment Cooperative Agreement Match and**
27 **Expansion:** Included in the above General Fund appropriation is \$1,000,000 in each

1 fiscal year to support the matching requirements of Federal Funds for maintenance on
2 Kentucky National Guard facilities. Notwithstanding KRS 45.229, any portion of General
3 Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
4 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
5 this Act.

6 **(8) Chemical Stockpile Program Closeout:** Included in the above General Fund
7 appropriation is \$1,100,000 in fiscal year 2024-2025 and \$2,200,000 in fiscal year 2025-
8 2026 due to the closeout of the federal Chemical Stockpile Program. Notwithstanding
9 KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the
10 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
11 pursuant to Part III, 24. of this Act.

12 **(9) Joint Force Headquarters Operations:** Included in the above General Fund
13 appropriation is \$500,000 in each fiscal year to operate the new Joint Force Headquarters
14 facility. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
15 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated
16 reports shall be submitted pursuant to Part III, 24. of this Act.

17 **(10) Emergency Management Performance Grant Program:** Included in the
18 above General Fund appropriation is \$750,000 in each fiscal year to support the matching
19 requirements of Federal Funds to improve emergency response preparedness.
20 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
21 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
22 shall be submitted pursuant to Part III, 24. of this Act.

23 **(11) Emergency Management Equipment:** Included in the above General Fund
24 appropriation is \$750,000 in each fiscal year for equipment maintenance and replacement
25 due to the closeout of the federal Chemical Stockpile Program. Notwithstanding KRS
26 45.229, any portion of General Fund not expended for this purpose shall lapse to the
27 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted

1 pursuant to Part III, 24. of this Act.

2 **(12) Urban Search and Rescue Program:** Included in the above General Fund
3 appropriation is \$8,335,000 in fiscal year 2024-2025 and \$7,840,000 in fiscal year 2025-
4 2026 to support the Kentucky Urban Search and Rescue Program. Notwithstanding KRS
5 45.229, any portion of General Fund not expended for this purpose shall lapse to the
6 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
7 pursuant to Part III, 24. of this Act.

8 **(13) Kentucky National Guard Facilities Janitorial Services:** Included in the
9 above General Fund appropriation is \$250,000 in each fiscal year for janitorial costs at
10 Kentucky National Guard facilities. Notwithstanding KRS 45.229, any portion of General
11 Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
12 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
13 this Act.

14 **7. COMMISSION ON HUMAN RIGHTS**

15		2024-25	2025-26
16	General Fund	2,065,200	2,127,900
17	Restricted Funds	10,000	10,000
18	Federal Funds	445,000	445,000
19	TOTAL	2,520,200	2,582,900

20 **8. COMMISSION ON WOMEN**

21 **(1) Redistribution of Resources:** Notwithstanding KRS 12.020, 12.023, 14.260,
22 15A.190, 214.554, and 344.510 to 344.530, no General Fund appropriation is provided
23 for the Commission on Women in order to provide additional funding for Domestic
24 Violence Shelters, Rape Crisis Centers, and Children's Advocacy Centers.

25 **9. DEPARTMENT FOR LOCAL GOVERNMENT**

26		2024-25	2025-26
27	General Fund	12,847,600	13,493,800

1	Restricted Funds	2,787,400	2,288,900
2	Federal Funds	288,456,400	242,426,500
3	TOTAL	304,091,400	258,209,200

4 **(1) Area Development District Funding:** Included in the above General Fund
5 appropriation is \$3,984,000 in each fiscal year for the Joint Funding Administration
6 Program in support of the area development districts. Notwithstanding KRS 45.229, any
7 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
8 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part
9 III, 24. of this Act.

10 **(2) Mary Kendall Homes and Gateway Juvenile Diversion:** Included in the
11 above General Fund appropriation is \$257,800 in each fiscal year for the support of the
12 Mary Kendall Homes and \$257,800 in each fiscal year for the support of Gateway
13 Juvenile Diversion. Notwithstanding KRS 45.229, any portion of General Fund not
14 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS
15 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

16 **(3) Debt Service:** Included in the above General Fund appropriation is \$244,000
17 in fiscal year 2024-2025 and \$732,000 in fiscal year 2025-2026 for new debt service to
18 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.
19 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
20 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

21 **(4) Appalachian Regional Commission Matching Funds:** Included in the
22 above General Fund appropriation is \$250,000 in each fiscal year for Area Development
23 Districts to match increased Appalachian Regional Commission grants. Notwithstanding
24 KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the
25 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
26 pursuant to Part III, 24. of this Act.

27 **(5) Delta Regional Authority Matching Funds:** Included in the above General

Fund appropriation is \$250,000 in each fiscal year for Area Development Districts to match increased Delta Regional Authority grants. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(6) Federal Grants Program: Included in the above Federal Funds appropriation is \$226,592,500 in fiscal year 2024-2025 and \$180,528,500 in fiscal year 2025-2026 to support increased federal funding for the Appalachian Regional Commission and the Community Development Block Grant Program. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(7) Kentucky Mountain Regional Recreation Authority: Included in the above Restricted Funds appropriation is \$1,750,000 in fiscal year 2024-2025 and \$1,250,000 in fiscal year 2025-2026 for the Kentucky Mountain Regional Recreation Authority. Of this amount, \$1,250,000 in fiscal year 2024-2025 and \$750,000 in fiscal year 2025-2026 are one-time allocations to the Kentucky Mountain Regional Recreation Authority. Restricted Funds shall be transferred from the Tourism, Arts and Heritage Cabinet from taxes collected pursuant to KRS 142.400(2). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(8) Clay County Eastern Kentucky University Scholarships: Notwithstanding KRS 42.453, \$135,000 in Restricted Funds shall be transferred in each fiscal year of the 2024-2026 fiscal biennium from the Kentucky Coal Fields Endowment Fund to Eastern Kentucky University for scholarships.

10. LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND

	2024-25	2025-26
General Fund	37,228,200	31,983,900

(1) Allocation of the Local Government Economic Assistance Fund:
Notwithstanding KRS 42.470(1)(a), 70 percent of moneys in the Local Government

Economic Assistance Fund shall be distributed to each coal producing county on the basis of the ratio of coal severed in each respective county to the coal severed statewide. Notwithstanding KRS 42.470(1)(c), no allocation shall be distributed to non-coal producing counties.

(2) Coal Haul Road System: Notwithstanding KRS 42.455(2), no funds appropriated to the Local Government Economic Assistance Fund are required to be spent on the coal haul road system.

(3) Jefferson County Mineral Severance: Notwithstanding KRS 42.450 to 42.495, all funds distributed to Jefferson County in accordance with KRS 42.470(2)(a) shall be used by the Jefferson County Fiscal Court for Thrive By Five Louisville.

11. LOCAL GOVERNMENT ECONOMIC DEVELOPMENT FUND

	2024-25	2025-26
General Fund	42,689,300	28,548,600

(1) Coal Severance Tax Transfers: Notwithstanding KRS 42.450 to 42.495, 70 percent of the severance and processing taxes on coal collected annually, except items described in subsection (2) below, shall be transferred to the Local Government Economic Development Fund. Notwithstanding KRS 42.450 to 42.495, 30 percent of the severance and processing taxes on coal collected annually, except items described in subsection (2) below, shall be transferred to the Local Government Economic Assistance Fund. Transfers to the Local Government Economic Development Fund and the Local Government Economic Assistance Fund shall be made quarterly in July, October, January, and April based upon actual revenues from the prior quarter.

(2) Coal Severance Tax Collections Calculations and Transfers: The above appropriations from the General Fund are based on the official estimate presented by the Office of State Budget Director. Notwithstanding KRS 42.450 to 42.495, coal severance tax collections during the 2024-2026 fiscal biennium shall first be allocated to the 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 \$18,477,000 in fiscal year 2024-2025 and \$18,099,700 in fiscal year
9 2025-2026 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; and

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 **(3) Allocation of the Local Government Economic Development Fund:**
19 Notwithstanding KRS 42.4592(1), 50 percent of Local Government Economic
20 Development Fund moneys shall be allocated in accordance with KRS 42.4592(1)(a), and
21 50 percent shall be allocated in accordance with KRS 42.4592(1)(b).

22 **(4) Use of the Local Government Economic Development Fund:**
23 Notwithstanding KRS 42.450 to 42.495, all funds appropriated to Local Government
24 Economic Development Fund Single-County Accounts shall be allocated to projects with
25 the concurrence of the respective county judge/executive, state senator(s), and state
26 representative(s) of each county. If concurrence is not achieved, the fiscal court of each
27 county may apply for grants through the Department for Local Government pursuant to

1 KRS 42.4588.

2 **12. AREA DEVELOPMENT FUND**

3 **(1) Area Development Fund:** Notwithstanding KRS 42.345 to 42.370 and
4 48.185, or any statute to the contrary, no funding is provided for the Area Development
5 Fund.

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

15 **13. REGIONAL DEVELOPMENT AGENCY ASSISTANCE FUND**

16		2024-25	2025-26
17	Restricted Funds	6,000,000	6,000,000

18 **14. EXECUTIVE BRANCH ETHICS COMMISSION**

19		2023-24	2024-25	2025-26
20	General Fund	-0-	681,900	701,300
21	Restricted Funds	126,200	525,900	536,900
22	TOTAL	126,200	1,207,800	1,238,200

23 **(1) Use of Restricted Funds:** All penalties collected or received by the Executive
24 Branch Ethics Commission shall be deposited in the State Treasury and credited to a trust
25 and agency fund account to the credit of the Commission to be used by the Commission
26 for the cost of conducting administrative hearings pursuant to KRS Chapter 13B.
27 Notwithstanding KRS 45.229, these funds shall not lapse and shall carry forward.

(2) **Online Filing System:** Included in the above Restricted Funds appropriation is \$126,200 in fiscal year 2023-2024, \$132,500 in fiscal year 2024-2025, and \$139,100 in fiscal year 2025-2026 to support a new online filing system. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

15. SECRETARY OF STATE

	2024-25	2025-26
Restricted Funds	6,649,700	6,759,700

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

(2) **Salary Increment:** Notwithstanding KRS 64.480(2), the increment provided on the base salary of the Secretary of State shall be the same as that provided for eligible state employees in Part IV of this Act.

16. BOARD OF ELECTIONS

	2024-25	2025-26
General Fund	6,780,500	6,808,500
Restricted Funds	148,200	148,200
Federal Funds	1,829,800	1,829,800
TOTAL	8,758,500	8,786,500

(1) **Cost of Elections:** Up to \$100,000 of costs associated with special elections, KRS 117.345(2) costs associated with additional precincts with a voting machine, KRS 117.343 costs for additional registered voters, and KRS 116.145 costs for additional new registered voters shall be deemed a necessary government expense and shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705). Any reimbursements authorized as a necessary government expense according to the above provisions shall be at the same rates as those established by the State Board of Elections.

1 **(2) Additional Position:** Included in the above General Fund appropriation is
 2 \$145,600 in each fiscal year to support an additional position at the Board of Elections.
 3 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
 4 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
 5 shall be submitted pursuant to Part III, 24. of this Act.

6 **(3) Presidential Electors:** Included in the above General Fund appropriation is
 7 \$5,600 in fiscal year 2024-2025 to support per diem and mileage for Presidential
 8 Electors. Notwithstanding KRS 45.229, any portion of General Fund not expended for
 9 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
 10 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

11 **(4) Electronic Poll Book:** Included in the above General Fund appropriation is
 12 \$662,000 in each fiscal year to develop and administer an electronic poll book system
 13 within the State Board of Elections. Notwithstanding KRS 45.229, any portion of General
 14 Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
 15 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
 16 this Act.

17 **17. REGISTRY OF ELECTION FINANCE**

18		2024-25	2025-26
19	General Fund	1,798,200	1,839,800

20 **(1) Operating Expenses:** Included in the above General Fund appropriation is
 21 \$1,400 in each fiscal year to support increased operating expenses. Notwithstanding KRS
 22 45.229, any portion of General Fund not expended for this purpose shall lapse to the
 23 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
 24 pursuant to Part III, 24. of this Act.

25 **18. ATTORNEY GENERAL**

26		2023-24	2024-25	2025-26
27	General Fund (Tobacco)	-0-	150,000	150,000

1	General Fund	933,200	25,046,900	27,039,100
2	Restricted Funds	-0-	69,072,500	54,286,400
3	Federal Funds	-0-	7,855,500	7,960,100
4	TOTAL	933,200	102,124,900	89,435,600

5 **(1) State Enforcement:** Notwithstanding KRS 248.654 and 248.703(4), included
6 in the above General Fund (Tobacco) appropriation is \$150,000 in each fiscal year for the
7 state's diligent enforcement of noncompliant nonparticipating manufacturers.

8 **(2) Expert Witnesses:** In addition to such funds as may be appropriated, the
9 Office of the Attorney General and the Unified Prosecutorial System, on behalf of the
10 Commonwealth's Attorneys, may request from the Finance and Administration Cabinet,
11 as a necessary government expense, such funds as may be necessary for expert witnesses.
12 Upon justification of the request, the Finance and Administration Cabinet shall provide
13 up to \$3,000,000 for the 2024-2026 fiscal biennium for this purpose to the Office of the
14 Attorney General and the Unified Prosecutorial System from the General Fund Surplus
15 Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705).
16 Without charge, the Department of Insurance shall provide the Office of the Attorney
17 General any available information to assist in the preparation of a rate hearing pursuant to
18 KRS 304.17A-095. Expenditures under this subsection shall be reported to the Interim
19 Joint Committee on Appropriations and Revenue by August 1 of each year.

20 **(3) Annual and Sick Leave Service Credit:** Notwithstanding any statutory or
21 regulatory restrictions to the contrary, any former employee of the Unified Prosecutorial
22 System who has been appointed to a permanent full-time position under KRS Chapter
23 18A shall be credited annual and sick leave based on service credited under the Kentucky
24 Retirement Systems solely for the purpose of computation of sick and annual leave. This
25 provision shall only apply to any new appointment or current employee as of July 1,
26 1998.

27 **(4) Operations of the Office of the Attorney General:** Notwithstanding KRS

1 367.478(2), 367.805(3), and 367.905(5), funds may be expended in support of the
2 operations of the Office of the Attorney General.

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

9 **(6) Civil Action Representation:** To ensure adequate representation of the
10 interest of the Commonwealth and to protect the financial condition of the Kentucky
11 Retirement Systems, it has been determined that it is necessary to allow the Attorney
12 General appropriate authority to engage private lawyers as co-counsel in Franklin Circuit
13 Court Civil Action Nos. 17-CI-01348 and 20-CI-00590. Due to the highly complex and
14 specialized nature of that litigation, KRS Chapter 45A, et seq. would prevent the
15 Attorney General from engaging counsel of his choice. Accordingly, to protect the
16 interest of the Commonwealth, and notwithstanding the requirements of KRS Chapter
17 45A, et seq., which are hereby waived in with respect to the Attorney General retaining
18 private lawyers to prosecute Civil Action Nos. 17-CI-01348 and 20-CI-00590, and any
19 other civil action regarding the same subject matter or seeking the same relief as Civil
20 Action Nos. 17-CI-0138 and 20-CI-00590, the Attorney General is vested with the
21 authority to hire and pay counsel of his choice on any contractual basis the Attorney
22 General deems advisable.

23 **(7) Salary Increment:** Notwithstanding KRS 64.480(2), the increment provided
24 on the base salary of the Attorney General shall be the same as that provided for eligible
25 state employees in Part IV of this Act.

26 **(8) Kentucky Office of Regulatory Relief:** Included in the above General Fund
27 appropriation is \$41,500 in fiscal year 2023-2024 and \$140,900 in each fiscal year of the

1 2024-2026 fiscal biennium to support the Kentucky Office of Regulatory Relief.
2 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
3 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
4 shall be submitted pursuant to Part III, 24. of this Act.

5 **(9) Office of Medicaid Fraud and Abuse Control:** Included in the above
6 General Fund appropriation is \$691,700 in fiscal year 2023-2024 and \$1,011,700 in each
7 fiscal year of the 2024-2026 fiscal biennium to support the Office of Medicaid Fraud and
8 Abuse Control. The Office of Attorney General shall submit an annual report beginning
9 December 1, 2024, to the Interim Joint Committee on Appropriations and Revenue. The
10 report shall include the number of reported fraud incidents, the types of fraud reported,
11 the number of reported fraud incidents investigated by the office, the monetary amount
12 involved in the fraudulent activity, and the resolution of the reported fraud incidents.
13 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
14 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
15 shall be submitted pursuant to Part III, 24. of this Act.

16 **(10) Criminal Investigation Enhancements:** Included in the above General Fund
17 appropriation is \$200,000 in fiscal year 2023-2024, \$600,000 in fiscal year 2024-2025,
18 and \$300,000 in fiscal year 2025-2026 to support security enhancements, investigative
19 resources, law enforcement equipment, and enhanced training opportunities.
20 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
21 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
22 shall be submitted pursuant to Part III, 24. of this Act.

23 **(11) Body Armor Grant Program:** Included in the above Restricted Funds
24 appropriation is \$5,000,000 in fiscal year 2024-2025 and \$10,000,000 in fiscal year 2025-
25 2026 for grants to law enforcement and first responders for the purchase of body armor,
26 duty weapons, ammunition, electronic-control devices, and body-worn cameras.
27 Notwithstanding KRS 15.430 and 15.470, excess Restricted Funds from the Department

1 of Criminal Justice Training shall be transferred to the Attorney General for this purpose.
2 Notwithstanding KRS 45.229, these funds shall not lapse and shall carry forward.
3 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

4 **(12) Reorganization:** Included in the above General Fund appropriation is
5 \$1,199,000 in fiscal year 2024-2025 and \$2,974,000 in fiscal year 2025-2026 to support
6 the reorganization set forth in 2023 Ky. Acts ch. 124. Notwithstanding KRS 45.229, any
7 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
8 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part
9 III, 24. of this Act.

10 **(13) Recruitment and Retention:** Included in the above General Fund
11 appropriation is \$2,000,000 in each fiscal year to support the recruitment and retention of
12 staff in the Office of Attorney General. Notwithstanding KRS 45.229, any portion of
13 General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
14 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
15 this Act.

16 **(14) Administrative Hearings:** Included in the above appropriations is
17 \$3,241,200 in Restricted Funds and \$1,939,700 in Federal Funds in each fiscal year to
18 support the cost of Administrative Hearings held by the Office of the Attorney General
19 for the Cabinet for Health and Family Services. The Attorney General shall bill the
20 Cabinet for Health and Family Services on a quarterly basis for the cost, not to exceed
21 \$5,180,900 each fiscal year. Mandated reports shall be submitted pursuant to Part III, 24.
22 of this Act.

23 **(15) Child Exploitation Specialized Investigation and Prosecution Unit:**
24 Included in the above General Fund appropriation is \$450,000 in each fiscal year to
25 support the Child Exploitation Specialized Investigation and Prosecution Unit to combat
26 child exploitation and human trafficking. Notwithstanding KRS 45.229, any portion of
27 General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund

Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(16) Training Incentive Payments: Notwithstanding KRS 15.460(1), included in the above Restricted Funds appropriation is \$4,429 in fiscal year 2024-2025 and \$4,562 in fiscal year 2025-2026 for each participant for training incentive payments.

19. UNIFIED PROSECUTORIAL SYSTEM

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

a. Commonwealth's Attorneys

	2024-25	2025-26
General Fund	77,365,400	80,019,400
Restricted Funds	6,228,100	6,263,000
Federal Funds	642,200	647,700
TOTAL	84,235,700	86,930,100

(1) Rocket Docket Program: Included in the above General Fund appropriation is \$1,416,700 in each fiscal year to support the Rocket Docket Program. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(2) Additional Personnel: Included in the above General Fund appropriation is \$2,500,000 in each fiscal year for additional personnel for the Commonwealth's Attorneys. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(3) Salary Increment: Notwithstanding KRS 15.755, the increment provided on the base salary of the Commonwealth's Attorneys shall be the same as that provided for

1 eligible state employees in Part IV of this Act.

2 **(4) Case Management Software:** Included in the above General Fund
 3 appropriation is \$1,214,100 in fiscal year 2024-2025 and \$1,528,000 in fiscal year 2025-
 4 2026 to support the Commonwealth's Attorney's portion of Case Management Software.
 5 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
 6 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
 7 shall be submitted pursuant to Part III, 24. of this Act.

8 **(5) Prosecutors Advisory Council Additional Personnel:** Included in the above
 9 General Fund appropriation is \$125,000 in fiscal year 2024-2025 and \$250,000 in fiscal
 10 year 2025-2026 to support additional personnel for the Prosecutors Advisory Council.
 11 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
 12 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
 13 shall be submitted pursuant to Part III, 24. of this Act.

14 **(6) Salary Compensation Standardization:** Included in the above General Fund
 15 appropriation is \$2,944,900 in fiscal year 2024-2025 and \$3,349,200 in fiscal year 2025-
 16 2026 to support the Salary Compensation Standardization for Commonwealth's
 17 Attorneys. Notwithstanding KRS 45.229, any portion of General Fund not expended for
 18 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
 19 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

20 **(7) Employment of Family Members:** Notwithstanding 65.003(3)(c), no
 21 Commonwealth's Attorney shall hire a family member, as defined as a spouse, parent,
 22 sibling, child, mother-in-law, father-in-law, son-in-law, daughter-in-law, grandparent, or
 23 grandchild on or after the effective date of this Act.

24 **b. County Attorneys**

	2024-25	2025-26
25 General Fund	78,783,900	81,980,400
26 Restricted Funds	941,800	941,800

1	Federal Funds	636,700	644,800
2	TOTAL	80,362,400	83,567,000

3 **(1) Rocket Docket Program:** Included in the above General Fund appropriation
 4 is \$549,800 in each fiscal year to support the Rocket Docket Program. Notwithstanding
 5 KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the
 6 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
 7 pursuant to Part III, 24. of this Act.

8 **(2) County Attorney Retirement Costs:** Notwithstanding KRS 61.5991,
 9 included in the above General Fund appropriation is \$1,590,600 in each fiscal year to
 10 support each County Attorney's Office's share of the anticipated increase over each
 11 County Attorney's Office's fiscal year 2019-2020 baseline contribution as adjusted and
 12 posted under the 2024 Budget Bills tile on the Legislative Research Commission's
 13 website. Notwithstanding KRS 45.229, any portion of General Fund not expended for
 14 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
 15 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

16 **(3) Salary Increment:** Notwithstanding KRS 15.765, the increment provided on
 17 the base salary of the County Attorneys shall be the same as that provided for eligible
 18 state employees in Part IV of this Act.

19 **(4) Salary Compensation Standardization:** Included in the above General Fund
 20 appropriation is \$8,278,500 in fiscal year 2024-2025 and \$9,262,500 in fiscal year 2025-
 21 2026 to support the Salary Compensation Standardization for County Attorneys.
 22 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
 23 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
 24 shall be submitted pursuant to Part III, 24. of this Act.

25 **(5) Additional Personnel:** Included in the above General Fund appropriation is
 26 \$3,500,000 in each fiscal year for additional personnel for the County Attorneys.
 27 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose

1 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
2 shall be submitted pursuant to Part III, 24. of this Act.

3 **(6) Case Management Software:** Included in the above General Fund
4 appropriation is \$1,432,500 in fiscal year 2024-2025 and \$1,756,900 in fiscal year 2025-
5 2026 to support the County Attorney's portion of Case Management Software.
6 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
7 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
8 shall be submitted pursuant to Part III, 24. of this Act.

9 **(7) Prosecutors Advisory Council Additional Personnel:** Included in the above
10 General Fund appropriation is \$125,000 in fiscal year 2024-2025 and \$250,000 in fiscal
11 year 2025-2026 to support additional personnel for the Prosecutors Advisory Council.
12 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
13 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
14 shall be submitted pursuant to Part III, 24. of this Act.

15 **(8) Employment of Family Members:** Notwithstanding 65.003(3)(c), no County
16 Attorney shall hire a family member, as defined as a spouse, parent, sibling, child,
17 mother-in-law, father-in-law, son-in-law, daughter-in-law, grandparent, or grandchild on
18 or after the effective date of this Act.

19 **TOTAL - UNIFIED PROSECUTORIAL SYSTEM**

	2024-25	2025-26
20 General Fund	156,149,300	161,999,800
21 Restricted Funds	7,169,900	7,204,800
22 Federal Funds	1,278,900	1,292,500
23 TOTAL	164,598,100	170,497,100

24 **20. TREASURY**

	2024-25	2025-26
25 General Fund	3,709,700	3,672,000

1	Restricted Funds	2,122,600	2,159,600
2	Federal Funds	1,253,900	1,211,400
3	TOTAL	7,086,200	7,043,000

4 **(1) Unclaimed Property Fund:** Included in the above Restricted Funds
5 appropriation is \$2,122,600 in fiscal year 2024-2025 and \$2,159,600 in fiscal year 2025-
6 2026 from the Unclaimed Property Fund to provide funding for services performed by
7 the Unclaimed Property Division of the Department of the Treasury.

8 **(2) Salary Increment:** Notwithstanding KRS 64.480(2), the increment provided
9 on the base salary of the State Treasurer shall be the same as that provided for eligible
10 state employees in Part IV of this Act.

11 **(3) Printing Equipment:** Included in the above General Fund appropriation is
12 \$120,000 in fiscal year 2024-2025 to upgrade printing equipment. Notwithstanding KRS
13 45.229, any portion of General Fund not expended for this purpose shall lapse to the
14 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
15 pursuant to Part III, 24. of this Act.

16 **21. AGRICULTURE**

17		2023-24	2024-25	2025-26
18	General Fund (Tobacco)	-0-	38,967,100	39,961,000
19	General Fund	153,900	21,691,600	22,741,000
20	Restricted Funds	-0-	12,859,900	12,908,500
21	Federal Funds	-0-	12,125,100	12,173,200
22	TOTAL	153,900	85,643,700	87,783,700

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

25 **(2) Farms to Food Banks:** Included in the above General Fund (Tobacco)
26 appropriation is \$850,000 in fiscal year 2024-2025 and \$1,000,000 in fiscal year 2025-
27 2026 to support the Farms to Food Banks Program. The use of the moneys provided by

1 this appropriation shall be restricted to purchases of Kentucky-grown produce from
2 Kentucky farmers who participate in the Farms to Food Banks Program. Mandated
3 reports shall be submitted pursuant to Part III, 24. of this Act.

4 **(3) County Fair Grants:** Included in the above General Fund appropriation is
5 \$750,000 in each fiscal year to support capital improvement grants to the Local
6 Agricultural Fair Aid Program. Notwithstanding KRS 45.229, any portion of General
7 Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
8 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
9 this Act.

10 **(4) Kentucky Grape and Wine Council:** Notwithstanding KRS 260.175(2), no
11 General Fund is provided for the Kentucky Small Farm Wineries Support Fund for use by
12 the Kentucky Grape and Wine Council.

13 **(5) Counties Account:** Notwithstanding KRS 248.703(1), included in the above
14 General Fund (Tobacco) appropriation is \$12,938,200 in fiscal year 2024-2025 and
15 \$13,285,300 in fiscal year 2025-2026 for the counties account as specified in KRS
16 248.703(1)(a). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

17 **(6) State Account:** Notwithstanding KRS 248.703(1), included in the above
18 General Fund (Tobacco) appropriation is \$24,028,900 in fiscal year 2024-2025 and
19 \$24,675,700 in fiscal year 2025-2026 for the state account as specified in KRS
20 248.703(1)(b). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

21 **(7) Tobacco Settlement Funds - Allocations:** Notwithstanding KRS 248.711(2),
22 and from the allocation provided therein, counties that are allocated in excess of \$20,000
23 annually may provide up to four percent of the individual county allocation, not to exceed
24 \$15,000 annually, to the county council in that county for administrative costs.

25 **(8) Kentucky Rural Mental Health, Suicide Prevention, and Farm Safety**
26 **Program:** Included in the above General Fund (Tobacco) appropriation is \$1,000,000 in
27 each fiscal year to support the Kentucky Rural Mental Health, Suicide Prevention, and

1 Farm Safety Program known as the Raising Hope Initiative. The Department of
2 Agriculture shall enhance awareness of the National Suicide Prevention Lifeline (988) in
3 rural communities in Kentucky, improve access to information on rural mental health
4 issues and available treatment services, provide outreach, and provide other necessary
5 services to improve the mental health outcomes of rural communities in Kentucky. The
6 Department of Agriculture may apply for Federal Funds. The Department of Agriculture
7 may utilize up to \$100,000 in each fiscal year for program administration purposes. The
8 Department of Agriculture shall coordinate with the Raising Hope Initiative to take
9 custody of and maintain any intellectual property assets that were created or developed
10 by any state agency in connection with the Raising Hope Initiative. Mandated reports
11 shall be submitted pursuant to Part III, 24. of this Act.

12 **(9) Training Incentive Payments:** Notwithstanding KRS 15.460(1), included in
13 the above Restricted Funds appropriation is \$4,429 in fiscal year 2024-2025 and \$4,562
14 in fiscal year 2025-2026 for each participant for training incentive payments.

15 **(10) Salary Increment:** Notwithstanding KRS 64.480(2), the increment provided
16 on the base salary of the Commissioner of Agriculture shall be the same as that provided
17 for eligible state employees in Part IV of this Act.

18 **(11) Comprehensive Agriculture Plan:** Included in the above General Fund
19 (Tobacco) appropriation is \$150,000 in fiscal year 2024-2025 for the Department of
20 Agriculture to complete a comprehensive plan to review the short and long-term goals,
21 strategies, and investments in Kentucky agriculture. At a minimum, the plan shall include
22 recommendations to increase net farm income, to diversify Kentucky agriculture products
23 beyond tobacco, and to address the current and future needs of Kentucky's agriculture
24 industry. The plan shall be submitted to the Interim Joint Committee on Appropriations
25 and Revenue on or before October 1, 2025.

26 **(12) Division of Emergency Preparedness:** Included in the above General Fund
27 appropriation is \$153,900 in fiscal year 2023-2024 and \$443,900 in each fiscal year of

the 2024-2026 fiscal biennium to support additional positions for the Division of Emergency Preparedness. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(13) Division of Regulatory Field Services: Included in the above General Fund appropriation is \$553,700 in fiscal year 2024-2025 and \$987,100 in fiscal year 2025-2026 to support additional positions for the Division of Regulatory Field Services. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(14) Agricultural Economic Development: In accordance with KRS Chapter 154, the Secretary of the Cabinet for Economic Development shall coordinate with and seek guidance from the Commissioner of the Department of Agriculture in considering any projects for economic incentives related to agricultural economic development, agribusiness, or production facilities of sustainable aviation fuel.

22. AUDITOR OF PUBLIC ACCOUNTS

	2023-24	2024-25	2025-26
General Fund	40,000	14,435,400	13,151,000
Restricted Funds	-0-	26,306,300	26,406,100
TOTAL	40,000	40,741,700	39,557,100

(1) Audit Services Contracts: Notwithstanding KRS 45.149, no state agency shall enter into any contract with a nongovernmental entity for audit services unless the Auditor of Public Accounts has declined in writing to perform the audit or has failed to respond within 30 days of receipt of a written request for such services. The agency's request for audit services shall include a comprehensive statement of the scope and nature of the proposed audit.

(2) Financial Audit Receipts: The Auditor of Public Accounts shall provide a

1 listing of fee receipts for all audits and special examinations, itemized by type, agency, or
2 unit of government, as well as billing methodology to the Interim Joint Committee on
3 Appropriations and Revenue by August 1 of each fiscal year.

4 **(3) Salary Increment:** Notwithstanding KRS 64.480(2), the increment provided
5 on the base salary of the Auditor of Public Accounts shall be the same as that provided
6 for eligible state employees in Part IV of this Act.

7 **(4) Outlier Audit Assistance Program:** Included in the above General Fund
8 appropriation is \$250,000 in fiscal year 2024-2025 to support the Outlier Audit
9 Assistance Program. Beginning with fiscal year 2018-2019, the Auditor of Public
10 Accounts shall calculate the annual average cost of audits conducted pursuant to KRS
11 43.070(1)(a)2. by audit type. Beginning with audits billed during fiscal year 2019-2020
12 or thereafter, any such audit with a cost exceeding the threshold of 150 percent of the
13 average cost for its type in the preceding fiscal year shall be deemed an outlier audit. If a
14 county has paid the cost of the outlier audit up to the amount of the threshold set out in
15 this subsection, the county shall be eligible for a credit from the Outlier Audit Assistance
16 Program for audit costs that exceed the threshold. For every audit qualifying for
17 disbursement, the auditor shall provide a detailed report for the reason for the outlier
18 expense to the Interim Joint Committee on Appropriations and Revenue by August 1 of
19 each fiscal year.

20 **(5) Revenue Replacement:** Included in the above General Fund appropriation is
21 \$2,250,000 in each fiscal year to replace lost revenue related to audit billings for county
22 officials. Notwithstanding KRS 45.229, any portion of General Fund not expended for
23 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
24 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

25 **(6) Building Costs:** Included in the above General Fund appropriation is
26 \$397,500 in fiscal year 2024-2025 and \$367,500 in fiscal year 2025-2026 to support
27 increased costs for an office lease. Notwithstanding KRS 45.229, any portion of General

1 Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
2 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
3 this Act.

4 **(7) Server Upgrades:** Included in the above General Fund appropriation is
5 \$40,000 in fiscal year 2023-2024, \$190,000 in fiscal year 2024-2025, and \$40,000 in
6 fiscal year 2025-2026 to support server upgrades. Notwithstanding KRS 45.229, any
7 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
8 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part
9 III, 24. of this Act.

10 **(8) Ombudsman:** Included in the above appropriations is \$2,250,000 in General
11 Fund in each fiscal year and \$16,042,400 in Restricted Funds in each fiscal year to
12 support the transition of the Cabinet for Health and Family Services, Office of the
13 Ombudsman and Administrative Review, to the Auditor of Public Accounts on July 1,
14 2024, as set forth in 2023 Ky. Acts ch. 124. The Auditor of Public Accounts may bill the
15 Cabinet for Health and Family Services for costs associated with Ombudsman services on
16 a monthly basis. Notwithstanding KRS 45.229, any portion of General Fund not
17 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS
18 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

19 **(9) Jefferson County Public Schools Audit:** Included in the above General Fund
20 appropriation is \$750,000 in fiscal year 2024-2025 to support a special audit of the
21 Jefferson County Public Schools. Notwithstanding KRS 45.229, any portion of General
22 Fund not expended for this purpose shall not lapse and shall carry forward. Mandated
23 reports shall be submitted pursuant to Part III, 24. of this Act. In the event that the costs
24 for the audit exceed \$750,000 in fiscal year 2024-2025, the Auditor of Public Accounts
25 may request from the State Budget Director, as a necessary government expense, up to
26 \$750,000 in fiscal year 2025-2026 for this purpose from the General Fund Surplus
27 Account (KRS 48.705) or the Budget Reserve Trust Fund Account (KRS 48.705).

(10) Unified Prosecutorial System Audit: Included in the above General Fund appropriation is \$250,000 in fiscal year 2024-2025 to support a special audit of the Unified Prosecutorial System. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(11) School Facility Assistance Fund Audit: Included in the above General Fund appropriation is \$250,000 in fiscal year 2024-2025 to support a special audit of school facility project cost estimates identified for potential funding as part of the School Facility Assistance Fund in Part I, A., 27., (5) of this Act. The audit shall be conducted by an impartial independent contractor. The audit shall, at minimum, examine each project's scope, cost, and available local resources for the purpose of determining appropriate state funding. The audit shall be certified by the Auditor of Public Accounts. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

23. PERSONNEL BOARD

	2024-25	2025-26
General Fund	255,000	245,300
Restricted Funds	1,022,700	1,033,400
TOTAL	1,277,700	1,278,700

(1) Hearing Officer Hourly Rate: Included in the above Restricted Funds appropriation is \$62,500 in each fiscal year to increase the hearing officer hourly rate from \$75 to \$125 per hour. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(2) Contract Hearing Officer Hours: Included in the above appropriations is a one-time allocation of \$20,000 in Restricted Funds and \$167,500 in General Fund in each

fiscal year to provide an increase in billable hearing officer hours. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(3) Employee Retirement Payouts: Included in the above General Fund appropriation is a one-time allocation of \$65,000 in fiscal year 2025-2026 to provide funds for retirement payouts of accrued leave balances. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(4) Equipment Upgrade: Included in the above General Fund appropriation is \$22,000 in fiscal year 2024-2025 to upgrade the video and audio equipment in two hearing rooms. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(5) Facility Upgrade: Included in the above General Fund appropriation is \$52,500 in fiscal year 2024-2025 to sound proof two hearing rooms and one board room. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

24. KENTUCKY PUBLIC PENSIONS AUTHORITY

	2024-25	2025-26
General Fund	250,000,000	250,000,000
Restricted Funds	48,981,500	49,969,700
TOTAL	298,981,500	299,969,700

(1) Kentucky Employees Retirement System Nonhazardous Pension Fund:
Included in the above General Fund appropriation is \$250,000,000 in each fiscal year,

which shall be allocated annually in 12 monthly payments, to be applied to the unfunded pension liability of the Kentucky Employees Retirement System Nonhazardous pension fund. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

25. OCCUPATIONAL AND PROFESSIONAL BOARDS AND COMMISSIONS

a. Accountancy

	2023-24	2024-25	2025-26
Restricted Funds	140,000	708,400	720,800

b. Certification of Alcohol and Drug Counselors

	2024-25	2025-26
Restricted Funds	210,200	210,200

c. Applied Behavior Analysis Licensing

	2024-25	2025-26
Restricted Funds	70,600	70,600

d. Architects

	2024-25	2025-26
Restricted Funds	471,400	480,700

e. Certification for Professional Art Therapists

	2024-25	2025-26
Restricted Funds	11,200	11,200

f. Barbering

	2024-25	2025-26
Restricted Funds	492,700	499,100

g. Chiropractic Examiners

	2024-25	2025-26
Restricted Funds	300,000	300,000

1	h. Dentistry		
2		2024-25	2025-26
3	Restricted Funds	990,100	1,000,200
4	i. Licensed Diabetes Educators		
5		2024-25	2025-26
6	Restricted Funds	29,300	29,300
7	j. Licensure and Certification for Dietitians and Nutritionists		
8		2024-25	2025-26
9	Restricted Funds	93,900	93,900
10	k. Embalmers and Funeral Directors		
11		2024-25	2025-26
12	Restricted Funds	523,100	530,600
13	l. Licensure for Professional Engineers and Land Surveyors		
14		2024-25	2025-26
15	Restricted Funds	2,142,100	2,176,900
16	m. Certification of Fee-Based Pastoral Counselors		
17		2024-25	2025-26
18	Restricted Funds	3,600	3,600
19	n. Registration for Professional Geologists		
20		2024-25	2025-26
21	Restricted Funds	109,000	109,000
22	o. Hairdressers and Cosmetologists		
23		2024-25	2025-26
24	Restricted Funds	2,223,400	2,273,700
25	p. Specialists in Hearing Instruments		
26		2024-25	2025-26
27	Restricted Funds	78,000	78,000

1	q. Interpreters for the Deaf and Hard of Hearing			
2			2024-25	2025-26
3	Restricted Funds		49,200	49,200
4	r. Examiners and Registration of Landscape Architects			
5			2024-25	2025-26
6	Restricted Funds		86,000	88,200
7	s. Licensure of Marriage and Family Therapists			
8			2024-25	2025-26
9	Restricted Funds		133,600	133,600
10	t. Licensure for Massage Therapy			
11			2024-25	2025-26
12	Restricted Funds		150,500	150,500
13	u. Medical Imaging and Radiation Therapy			
14			2024-25	2025-26
15	Restricted Funds		589,400	498,400
16	v. Medical Licensure			
17		2023-24	2024-25	2025-26
18	Restricted Funds	273,200	4,301,900	4,590,300
19	w. Nursing			
20		2023-24	2024-25	2025-26
21	Restricted Funds	810,800	10,400,100	10,617,000
22	x. Licensure for Nursing Home Administrators			
23			2024-25	2025-26
24	Restricted Funds		101,100	101,100
25	y. Licensure for Occupational Therapy			
26			2024-25	2025-26
27	Restricted Funds		211,600	211,600

1	z. Ophthalmic Dispensers			
2			2024-25	2025-26
3	Restricted Funds		71,400	71,400
4	aa. Optometric Examiners			
5		2023-24	2024-25	2025-26
6	Restricted Funds	54,900	301,600	306,500
7	ab. Pharmacy			
8		2023-24	2024-25	2025-26
9	Restricted Funds	308,700	3,268,700	3,328,800
10	ac. Physical Therapy			
11			2024-25	2025-26
12	Restricted Funds		718,700	733,400
13	ad. Podiatry			
14			2024-25	2025-26
15	Restricted Funds		46,500	46,500
16	ae. Private Investigators			
17			2024-25	2025-26
18	Restricted Funds		113,700	113,700
19	af. Licensed Professional Counselors			
20			2024-25	2025-26
21	Restricted Funds		390,800	390,800
22	ag. Prosthetics, Orthotics, and Pedorthics			
23			2024-25	2025-26
24	Restricted Funds		46,200	46,200
25	ah. Emergency Medical Services			
26		2023-24	2024-25	2025-26
27	General Fund	155,600	2,679,600	2,718,100

1	Restricted Funds	-0-	969,700	969,700
2	Federal Funds	-0-	175,900	181,500
3	TOTAL	155,600	3,825,200	3,869,300
4	ai. Examiners of Psychology			
5			2024-25	2025-26
6	Restricted Funds		306,400	306,400
7	aj. Respiratory Care			
8			2024-25	2025-26
9	Restricted Funds		315,200	321,300
10	ak. Social Work			
11		2023-24	2024-25	2025-26
12	Restricted Funds	450,000	832,000	838,600
13	al. Speech-Language Pathology and Audiology			
14			2024-25	2025-26
15	Restricted Funds		222,900	222,900
16	am. Veterinary Examiners			
17		2023-24	2024-25	2025-26
18	Restricted Funds	51,600	759,700	759,700
19	TOTAL - OCCUPATIONAL AND PROFESSIONAL BOARDS AND			
20	COMMISSIONS			
21		2023-24	2024-25	2025-26
22	General Fund	155,600	2,679,600	2,718,100
23	Restricted Funds	2,089,200	32,843,900	33,483,600
24	Federal Funds	-0-	175,900	181,500
25	TOTAL	2,244,800	35,699,400	36,383,200
26	26. KENTUCKY RIVER AUTHORITY			
27			2024-25	2025-26

1	General Fund	398,400	407,500
2	Restricted Funds	16,063,000	6,274,600
3	Federal Funds	4,400	4,300
4	TOTAL	16,465,800	6,686,400

5 **(1) Lock Operations Program Growth:** Included in the above General Fund
6 appropriation is \$75,000 in each fiscal year to support additional personnel and increased
7 operating costs. Notwithstanding KRS 45.229, any portion of General Fund not expended
8 for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
9 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

10 **(2) Lockhouse Demolition:** Included in the above Restricted Funds appropriation
11 is \$75,000 in fiscal year 2024-2025 to support the demolition of three Lockmaster
12 houses. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

13 **27. SCHOOL FACILITIES CONSTRUCTION COMMISSION**

14		2024-25	2025-26
15	General Fund	117,389,800	126,743,000

16 **(1) Debt Service:** Included in the above General Fund appropriation is
17 \$5,209,800 in fiscal year 2024-2025 and \$16,970,900 in fiscal year 2025-2026 for new
18 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
19 Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
20 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

21 **(2) Additional Offers of Assistance:** Notwithstanding KRS 157.611 to 157.665,
22 the School Facilities Construction Commission is authorized to make an additional
23 \$40,000,000 in offers of assistance during the 2024-2026 fiscal biennium in anticipation
24 of debt service availability during the 2026-2028 fiscal biennium. No bonded
25 indebtedness based on the above amount is to be incurred during the 2024-2026 fiscal
26 biennium.

27 **(3) Special Offers of Assistance - 2024-2025:** Notwithstanding KRS 157.611 to

1 157.665 and 2022 Ky. Acts ch. 199, Part I, A., 27., (3), the School Facilities Construction
2 Commission shall make offers of assistance in the specified amounts to the following
3 local school districts in fiscal year 2024-2025:

4 (a) \$8,041,000 to Breckinridge County Schools for Breckinridge County Middle
5 School;

6 (b) \$16,500,000 to Campbellsville Independent Schools for Campbellsville
7 Middle School;

8 (c) \$7,100,000 to Cumberland County Schools for Cumberland County
9 Elementary School;

10 (d) \$5,000,000 to Ludlow Independent Schools for Ludlow High School;

11 (e) \$12,000,000 to Martin County Schools for Inez Elementary School; and

12 (f) \$13,000,000 to Rockcastle County Schools for Rockcastle County Middle
13 School.

14 These schools are A1 schools, are ranked as a Priority 1 or 2 on the local school
15 district's facility plan, and have levied a 10-cent equivalent tax dedicated to capital
16 improvements. No local school districts receiving offers of assistance under this Act shall
17 be eligible to receive additional offers of assistance until the 2028-2030 fiscal biennium.

18 **(4) Secondary Area Technology Center Renovation Pool - 2025-2026:** A local
19 school district that owns a secondary area technology center shall be eligible to receive a
20 grant of up to \$7,500,000 to support renovation costs in fiscal year 2025-2026. The
21 School Facilities Construction Commission shall develop criteria for the districts to
22 receive funding, which shall include enrollment in job creation training programs,
23 bonding capacity, and a needs-based local match. The Commission shall show preference
24 to applications from regions projected to experience rapid growth due to economic
25 development. No award shall be made to any local school district which has received an
26 award from the Local Area Vocational Education Center Pool since fiscal year 2020-
27 2021.

1 **(5) School Facility Assistance Fund - 2025-2026:** Notwithstanding KRS
 2 157.611 to 157.665, the School Facilities Construction Commission is authorized to make
 3 awards from the School Facility Assistance Fund in fiscal year 2025-2026 to local
 4 districts for facilities that are A1 or A2 schools, that are ranked as a Priority 1 or 2 on the
 5 local school district's facility plan, that are not athletic facilities, that have been assigned
 6 a BG number by the Kentucky Department of Education with a prefix value between 19
 7 and 23, that the project construction has begun or is ready to start, and that have levied a
 8 ten-cent equivalent tax dedicated to capital improvements but remain unable to cash fund
 9 or to sufficiently support the required annual debt service for replacement or renovation
 10 of the school as of January 1, 2024.

11 The School Facilities Construction Commission's awards from the School Facility
 12 Assistance Fund shall not exceed 50 percent of the difference between the costs to
 13 construct, repair, or renovate facilities and the amount of available local resources, as
 14 certified in the audit conducted in Part I, A., 22., (11) of this Act. The awards are
 15 contingent on approval by the General Assembly.

16 **28. TEACHERS' RETIREMENT SYSTEM**

	2024-25	2025-26
17 General Fund	846,740,700	1,037,231,200
18 Restricted Funds	20,818,700	22,134,400
19 TOTAL	867,559,400	1,059,365,600

20 **(1) Dependent Subsidy for All Retirees under age 65:** Pursuant to KRS
 21 161.675(4), health insurance supplement payments made by the retirement system shall
 22 not exceed the amount of the single coverage insurance premium.
 23

24 **(2) Retiree Health Insurance:** Pursuant to KRS 161.550(2)(b) and
 25 notwithstanding any statute to the contrary, included in the above General Fund
 26 appropriation is \$65,941,900 and excess state funding for retiree health insurance in the
 27 amount of \$10,958,100 from fiscal year 2022-2023 totaling \$76,900,000 in fiscal year

1 2024-2025 and \$84,200,000 in fiscal year 2025-2026 to support the state's contribution
2 for the cost of retiree health insurance for members not eligible for Medicare who have
3 retired on or after July 1, 2010. Notwithstanding KRS 161.675, the Teachers' Retirement
4 System Board of Trustees shall provide health insurance supplement payments towards
5 the cost of the single coverage insurance premium based on age and years of service
6 credit of eligible recipients of a retirement allowance, the cost of which shall be paid
7 from the Medical Insurance Fund. Notwithstanding KRS 161.675, the Teachers'
8 Retirement System Board of Trustees shall authorize eligible recipients of a retirement
9 allowance from the Teachers' Retirement System who are less than age 65 to be included
10 in the state-sponsored health insurance plan that is provided to active teachers and state
11 employees under KRS 18A.225. Notwithstanding KRS 161.675(4)(a), the contribution
12 paid by retirees who are less than age 65 who qualify for the maximum health insurance
13 supplement payment for single coverage shall be no more than the sum of (a) the
14 employee contribution paid by active teachers and state employees for a similar plan, and
15 (b) the standard Medicare Part B premium as determined by the Centers for Medicare and
16 Medicaid Services. Notwithstanding KRS 161.675(4)(a), the contribution paid by retirees
17 who are less than age 65 who do not qualify for the maximum health insurance
18 supplement payment for single coverage shall be determined by the same graduated
19 formula used by the Teachers' Retirement System for Plan Year 2024.

20 **(3) Medical Insurance Fund Employee Contributions:** Notwithstanding KRS
21 161.540(1), the employee contribution to the Medical Insurance Fund shall not be
22 changed in fiscal year 2024-2025 or fiscal year 2025-2026.

23 **(4) Sick Leave Liability Reporting:** The Teachers' Retirement System shall
24 provide a report on the full actuarial cost of member sick leave, including the total
25 actuarial liabilities of the sick leave and the total actuarial costs to annually finance the
26 sick leave as a percentage of payroll and in total dollars by fund source, to the Public
27 Pension Oversight Board no later than December 1, 2025.

(5) **Actuarially Determined Employer Contribution:** Included in the above General Fund appropriation is \$776,438,600 and excess state funding for the employer match made on behalf of local school district members in the amount of \$29,251,400 in fiscal year 2022-2023 totaling \$805,690,000 in fiscal year 2024-2025 and \$948,600,000 in fiscal year 2025-2026 to provide the full actuarially determined employer contribution. The Teachers' Retirement System shall provide a report on the actuarially determined employer contribution to the Public Pension Oversight Board no later than December 1, 2025. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

29. APPROPRIATIONS NOT OTHERWISE CLASSIFIED

	2024-25	2025-26
General Fund	16,750,300	16,750,300

(1) **Repayment of Awards or Judgments:** Included in the above General Fund appropriation is \$245,200 in each fiscal year for the repayment of awards or judgments made by the Office of Claims and Appeals against departments, boards, commissions, and other agencies funded with appropriations out of the General Fund. However, awards under \$5,000 shall be paid from funds available for the operations of the agency. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(2) **Guardian Ad Litem Fees:** Included in the above General Fund appropriation is \$12,348,300 in each fiscal year for fees to be paid to each guardian ad litem appointed by the court pursuant to KRS 311.732. The fee shall be fixed by the court and shall not exceed \$500. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(3) **Reissuance of Uncashed Checks:** Included in the above General Fund appropriation is \$2,461,800 in each fiscal year to reissue checks written by the State

1 Treasurer and not cashed within the statutory period pursuant to KRS 41.370.
2 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
3 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
4 shall be submitted pursuant to Part III, 24. of this Act.

5 **(4) Police Officer, Firefighter, and Active Duty National Guard and Reserve**
6 **Survivor Benefits:** Included in the above General Fund appropriation is \$690,900 in
7 each fiscal year for payment of benefits for survivors of state and local police officers,
8 firefighters, and active duty National Guard and Reserve members pursuant to KRS
9 61.315 and for the cost of insurance premiums for firefighters pursuant to KRS 95A.070.
10 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
11 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
12 shall be submitted pursuant to Part III, 24. of this Act.

13 **(5) Attorney General Expense:** Included in the above General Fund
14 appropriation is \$370,700 in each fiscal year for expenses associated with representation
15 of the Commonwealth and payments for expert witnesses pursuant to KRS 12.215.
16 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
17 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
18 shall be submitted pursuant to Part III, 24. of this Act.

19 **(6) Prior Year Claims:** Included in the above General Fund appropriation is
20 \$253,000 in each fiscal year to allow the Finance and Administration Cabinet to pay any
21 valid expense incurred during the two preceding fiscal years pursuant to KRS 45.231.
22 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
23 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
24 shall be submitted pursuant to Part III, 24. of this Act.

25 **(7) Involuntary Commitments:** Included in the above General Fund
26 appropriation is \$63,400 in each fiscal year to provide funding for legal representation for
27 persons requiring involuntary hospitalization pursuant to KRS 202B.210.

1 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
2 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
3 shall be submitted pursuant to Part III, 24. of this Act.

4 **(8) Frankfort In Lieu of Taxes:** Included in the above General Fund
5 appropriation is \$200,000 in each fiscal year for payment to the City of Frankfort in lieu
6 of property taxes normally owed annually pursuant to KRS 45.021. Notwithstanding
7 KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the
8 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
9 pursuant to Part III, 24. of this Act.

10 **(9) Medical Malpractice Liability Insurance Reimbursement:** Included in the
11 above General Fund appropriation is \$77,900 in each fiscal year to reimburse clinics and
12 small, regional health care providers for medical malpractice insurance premiums
13 pursuant to KRS 304.40-075. Notwithstanding KRS 45.229, any portion of General Fund
14 not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account
15 (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

16 **(10) Blanket Employee Bonds:** Included in the above General Fund appropriation
17 is \$39,100 in each fiscal year to cover damages the Commonwealth might incur as the
18 result of a criminal action by an employee when securing bonds. Notwithstanding KRS
19 45.229, any portion of General Fund not expended for this purpose shall lapse to the
20 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
21 pursuant to Part III, 24. of this Act.

22 **(11) Funding Sources for Appropriations Not Otherwise Classified:** Funds
23 required to pay the costs of items included within Appropriations Not Otherwise
24 Classified are appropriated. Any required expenditure over the above amounts up to
25 \$8,249,700 in each fiscal year shall be paid first from the General Fund Surplus Account
26 (KRS 48.700), if available, or from any available balance in either the Judgments budget
27 unit or the Budget Reserve Trust Fund Account (KRS 48.705), subject to the conditions

1 and procedures provided in this Act.

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

8 **30. JUDGMENTS**

9 **(1) Payment of Judgments and Carry Forward of General Fund**
10 **Appropriation Balance:** Notwithstanding KRS 45A.275, the payment of judgments that
11 exceed the above appropriation, as may be rendered against the Commonwealth by courts
12 and orders of the State Personnel Board, where applicable, shall be subject to KRS
13 Chapter 45 and shall not be deemed a necessary governmental expense. Notwithstanding
14 KRS 45A.270(1), funds required to pay any award or judgment against any department or
15 agency of the state in excess of the above appropriation, shall be paid out of the funds
16 created or collected for the maintenance and operation of such department or agency and
17 otherwise paid pursuant to KRS 45A.270(2). Notwithstanding KRS 45.229, the General
18 Fund appropriation in fiscal year 2023-2024 and fiscal year 2024-2025 shall not lapse
19 and shall carry forward.

20 **31. KENTUCKY COMMUNICATIONS NETWORK AUTHORITY**

21		2024-25	2025-26
22	General Fund	41,454,600	44,845,600
23	Restricted Funds	9,779,300	10,254,100
24	TOTAL	51,233,900	55,099,700

25 **(1) Availability Payments:** Included in the above General Fund appropriation is
26 \$35,764,000 in fiscal year 2024-2025 and \$38,243,000 in fiscal year 2025-2026 for
27 availability payments. Notwithstanding KRS 45.229, any portion of General Fund not

expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(2) Debt Service: Included in the above General Fund appropriation is \$914,500 in fiscal year 2024-2025 and \$2,240,000 in fiscal year 2025-2026 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

(3) Capital Project Reporting: On a quarterly basis, beginning November 1, 2024, the Kentucky Communications Network Authority shall submit a report detailing the following for each capital project authorized:

(a) Project scope, including a definition of what project components are critical; costs related to each project component; information regarding which network location node, core equipment site, or end-user location is impacted; project milestones; and any changes or modifications from previous reports;

(b) Financial status, including how much has been spent of the authorization, cost overruns and/or savings, and impact on the Authority's operating budget;

(c) Project timeline detailing progress towards project milestones and project completion status; and

(d) Procurement and contracts, including status of procurement activities detailing contracts awarded and pending, and any changes to contract terms or conditions.

The Authority shall present this quarterly report to the Capital Projects and Bond Oversight Committee.

TOTAL - GENERAL GOVERNMENT

	2023-24	2024-25	2025-26
General Fund (Tobacco)	-0-	39,117,100	40,111,000
General Fund	1,282,700	1,719,782,800	1,891,508,900
Restricted Funds	5,166,000	367,390,300	364,806,700

1	Federal Funds	-0-	813,918,100	1,370,250,500
2	TOTAL	6,448,700	2,940,208,300	3,666,677,100

3 B. ECONOMIC DEVELOPMENT CABINET

4 Budget Unit

5 1. ECONOMIC DEVELOPMENT

6		2023-24	2024-25	2025-26
7	General Fund	4,000,000	30,251,000	31,754,700
8	Restricted Funds	-0-	3,584,700	3,665,500
9	Federal Funds	-0-	301,000	301,000
10	TOTAL	4,000,000	34,136,700	35,721,200

11 **(1) Funding for Commercialization and Innovation:** Notwithstanding KRS
 12 154.12-278, interest income earned on the balances in the High-Tech
 13 Construction/Investment Pool and loan repayments received by the High-Tech
 14 Construction/Investment Pool shall be used to support the Office of Entrepreneurship and
 15 are appropriated in addition to amounts appropriated above.

16 **(2) Lapse and Carry Forward of General Fund Appropriation Balance for**
 17 **Bluegrass State Skills Corporation:** Notwithstanding KRS 45.229, the General Fund
 18 appropriation balance for Bluegrass State Skills Corporation training grants for fiscal
 19 year 2023-2024 and fiscal year 2024-2025 shall not lapse and shall carry forward. The
 20 amount available to the Corporation for disbursement in each fiscal year shall be limited
 21 to the unexpended training grant allotment balance at the end of each fiscal year
 22 combined with the additional training grant allotment amounts in each fiscal year of the
 23 2024-2026 fiscal biennium, less any disbursements. If the required disbursements exceed
 24 the Bluegrass State Skills Corporation training grants allotment balance, notwithstanding
 25 KRS 154.12-278, Restricted Funds may be expended for training grants.

26 **(3) Science and Technology Program:** Notwithstanding KRS 164.6011 to
 27 164.6035 and any other statute to the contrary, the Cabinet for Economic Development

1 shall have the authority to carry out the provisions of KRS 164.6013 to 164.6035.

2 **(4) Carry Forward of General Fund Appropriation Balance:** Notwithstanding
3 KRS 45.229, the General Fund appropriation in fiscal year 2023-2024 and fiscal year
4 2024-2025 to the Cabinet for Economic Development, Science and Technology Program,
5 shall not lapse and shall carry forward in the Cabinet for Economic Development

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

9 **(6) Training Grants:** Included in the above General Fund appropriation is
10 \$2,500,000 in each fiscal year for the Bluegrass State Skills Corporation to make training
11 grants to support manufacturing-related investments. The Corporation shall utilize these
12 funds for a manufacturer designated by the United States Department of Commerce,
13 United States Census Bureau North American Industry Classification System code of
14 336111, 336112, 336120, or 336211 that employs at least 10,000 full-time persons at the
15 same facility or at multiple facilities located within the same county to help offset
16 associated costs of retraining its workforce. Notwithstanding KRS 45.229, the General
17 Fund appropriation balance for Bluegrass State Skills Corporation training grants for
18 fiscal year 2023-2024 and fiscal year 2024-2025 shall not lapse and shall carry forward.
19 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

20 **(7) Debt Service:** Included in the above General Fund appropriation is \$634,500
21 in fiscal year 2024-2025 and \$1,903,500 in fiscal year 2025-2026 for new debt service to
22 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.
23 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
24 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

25 **(8) Kentucky Product Development Initiative:** Notwithstanding KRS 45.229,
26 the balance of the General Fund appropriation authorized in 2022 Ky. Acts ch. 199, Part
27 I, B., 1., (12) shall not lapse and shall carry forward.

1 **(9) Engineering Services:** Included in the above General Fund appropriation is
2 \$350,000 in each fiscal year to support engineering services for site selection projects.
3 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
4 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
5 shall be submitted pursuant to Part III, 24. of this Act.

6 **(10) KEDFA Forgivable Loan-Carry Forward of Appropriation Balance:**
7 Notwithstanding KRS 45.229, the balance of the General Fund appropriation authorized
8 in 2022 Ky. Acts ch. 199, Part I, B., 1., (11) shall not lapse and shall carry forward.

9 **(11) Agricultural Economic Development:** In accordance with KRS Chapter
10 154, the Secretary of the Cabinet for Economic Development shall coordinate with and
11 seek guidance from the Commissioner of the Department of Agriculture in considering
12 any projects for economic incentives related to agricultural economic development,
13 agribusiness, or production facilities of sustainable aviation fuel.

14 **(12) Kentucky Film Incentive:** Included in the above Restricted Funds
15 appropriation is \$450,000 in each fiscal year to support staffing and operations for the
16 Kentucky Entertainment Incentive Program. Mandated reports shall be submitted
17 pursuant to Part III, 24. of this Act.

18 **(13) Shaping Our Appalachian Region:** Included in the above General Fund
19 appropriation is \$4,000,000 in fiscal year 2023-2024 to provide the match for the federal
20 grant to support the EDA Recompete Pilot Program. Notwithstanding KRS 45.229, any
21 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
22 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part
23 III, 24. of this Act.

24 **C. DEPARTMENT OF EDUCATION**

25 **Budget Units**

26 **1. SUPPORT EDUCATION EXCELLENCE IN KENTUCKY (SEEK)** 27 **PROGRAM**

	2024-25	2025-26
General Fund	3,261,950,500	3,365,742,000

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

(2) **Allocation of SEEK Funds:** Notwithstanding KRS 157.360(2)(c), the above General Fund appropriation to the base SEEK Program is intended to provide a base guarantee of \$4,326 per student in average daily attendance in fiscal year 2024-2025 and \$4,586 per student in average daily attendance in fiscal year 2025-2026, as well as to meet the other requirements of KRS 157.360. Notwithstanding KRS 157.360(2), each district's base funding level shall be adjusted for the number of students demonstrating limited proficiency in English language skills, multiplied by 0.096.

Funds appropriated to the SEEK Program shall be allotted to school districts in accordance with KRS 157.310 to 157.440, except that the total of the funds allotted shall not exceed the appropriation for this purpose, except as provided in this Act. The total appropriation for the SEEK Program shall be measured by, or construed as, estimates of the state expenditures required by KRS 157.310 to 157.440. If the required expenditures exceed these estimates, the Secretary of the Finance and Administration Cabinet, upon the written request of the Commissioner of Education and with the approval of the Governor, may increase the appropriation by such amount as may be available and necessary to meet, to the extent possible, the required expenditures under the cited sections of the Kentucky Revised Statutes, but any increase of the total appropriation to the SEEK Program is subject to Part III, General Provisions, of this Act and KRS Chapter 48. If funds appropriated to the SEEK Program are insufficient to provide the amount of money required under KRS 157.310 to 157.440, allotments to local school districts may be reduced in accordance with KRS 157.430.

(3) **SEEK Lapse:** Notwithstanding KRS 45.229 and 2022 Ky. Acts ch. 199, Part I, C., 1., (3), any General Fund amounts appropriated to the SEEK Program that are not

1 necessary to meet the requirements set forth in KRS 157.310 to 157.440 in fiscal years
2 2023-2024, 2024-2025, and 2025-2026 shall lapse to the Budget Reserve Trust Fund
3 Account (KRS 48.705).

4 **(4) Base SEEK Allotments:** Notwithstanding KRS 157.420(2), included in the
5 above General Fund appropriation is \$1,932,565,100 in fiscal year 2024-2025 and
6 \$2,023,234,800 in fiscal year 2025-2026 for the base SEEK Program as defined by KRS
7 157.360. Funds appropriated to the SEEK Program shall be allotted to school districts in
8 accordance with KRS 157.310 to 157.440, except that the total of the funds allotted shall
9 not exceed the appropriation for this purpose, except as provided in this Act. Mandated
10 reports shall be submitted pursuant to Part III, 24. of this Act.

11 **(5) Tier I Component:** Included in the above General Fund appropriation is
12 \$234,983,400 in fiscal year 2024-2025 and \$223,856,800 in fiscal year 2025-2026 for the
13 Tier I component as established by KRS 157.440. Notwithstanding KRS 157.440(1)(a),
14 the board of education of each school district may levy an equivalent tax rate as defined
15 in KRS 160.470(9)(a) which will produce up to 17.5 percent of those revenues
16 guaranteed by the SEEK Program. The levy shall be made no later than October 1 of each
17 odd numbered year, and revenue generated by this levy shall be equalized at 150 percent
18 of the statewide average per pupil assessment. Mandated reports shall be submitted
19 pursuant to Part III, 24. of this Act.

20 **(6) Vocational Transportation:** Included in the above General Fund
21 appropriation is \$7,833,100 in each fiscal year for vocational transportation.
22 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
23 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
24 shall be submitted pursuant to Part III, 24. of this Act.

25 **(7) Teachers' Retirement System Employer Match:** Included in the above
26 General Fund appropriation is \$458,220,000 in fiscal year 2024-2025 and \$467,900,000
27 in fiscal year 2025-2026 to enable local school districts to provide the employer match

1 for qualified employees. Mandated reports shall be submitted pursuant to Part III, 24. of
2 this Act.

3 **(8) Salary Supplements for Nationally Certified Teachers:** Notwithstanding
4 KRS 157.395, included in the above General Fund appropriation is \$4,655,500 in each
5 fiscal year for the purpose of providing salary supplements for public school teachers
6 attaining certification by the National Board for Professional Teaching Standards.
7 Notwithstanding KRS 157.395, if the appropriation is insufficient to provide the
8 mandated salary supplement for teachers who have obtained this certification, the
9 Department of Education is authorized to pro rata reduce the supplement.
10 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
11 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
12 shall be submitted pursuant to Part III, 24. of this Act.

13 **(9) SEEK Adjustment Factors:** Funds allocated for the SEEK base and its
14 adjustment factors that are not needed for the base or a particular adjustment factor may
15 be allocated to other adjustment factors, if funds for that adjustment factor are not
16 sufficient. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

17 **(10) Facilities Support Program of Kentucky/Equalized Nickel Levies:**
18 Included in the above General Fund appropriation is \$124,766,700 in fiscal year 2024-
19 2025 and \$112,223,900 in fiscal year 2025-2026 to provide facilities equalization funding
20 pursuant to KRS 157.440 and 157.620. Mandated reports shall be submitted pursuant to
21 Part III, 24. of this Act.

22 **(11) Growth Levy Equalization Funding:** Included in the above General Fund
23 appropriation is \$50,045,800 in fiscal year 2024-2025 and \$40,102,800 in fiscal year
24 2025-2026 to provide facilities equalization funding pursuant to KRS 157.440 and
25 157.620 for districts meeting the eligibility requirements of KRS 157.621(1) and (4).
26 Notwithstanding KRS 157.621(1)(b)2., a school district that imposes the levy authorized
27 by KRS 157.621(1)(b)1. shall be equalized for that levy, in addition to the equalization

1 funding appropriated in accordance with KRS 157.621(1)(b)2., and all funds for this
2 purpose shall be committed to debt service, new facilities, or major renovations in
3 accordance with KRS 157.440(1)(b). It is the intent of the 2024 General Assembly that
4 any local school district receiving equalization under this subsection shall receive full
5 calculated equalization until the earlier of 20 years of the effective date of this Act, or the
6 date the bonds for the local school district supported by this equalization are retired, in
7 accordance with KRS 157.621(2). Mandated reports shall be submitted pursuant to Part
8 III, 24. of this Act.

9 **(12) Retroactive Equalized Facility Funding:** Included in the above General
10 Fund appropriation is \$57,457,200 in fiscal year 2024-2025 and \$52,129,900 in fiscal
11 year 2025-2026 to provide equalized facility funding pursuant to KRS 157.440 and
12 157.620 to districts meeting the eligibility requirements of KRS 157.621(2) and (4). In
13 addition, a local board of education that levied a tax rate subject to recall by January 1,
14 2014, in addition to the five cents levied pursuant to KRS 157.440(1)(b) and that
15 committed the receipts to debt service, new facilities, or major renovations of existing
16 facilities shall be eligible for equalization funds from the state at 150 percent of the
17 statewide average per pupil assessment. Revenue to generate the five cent equivalent levy
18 may be obtained from levies on property, motor vehicles, or the taxes authorized by KRS
19 160.593 to 160.597, 160.601 to 160.633, and 160.635 to 160.648 if the levy was
20 dedicated to facilities funding at the time of the levy. The equalization funds shall be used
21 as provided in KRS 157.440(1)(b). Notwithstanding KRS 157.621(2)(a) and (4), for the
22 2024-2026 fiscal biennium, school districts that levied the tax rate subject to recall prior
23 to January 30, 2022, shall be equalized at 100 percent of the calculated equalization
24 funding, school districts that levied the tax rate subject to recall after January 30, 2022,
25 and before January 15, 2024, shall be equalized at 25 percent of the calculated
26 equalization funding, and all funds for this purpose shall be committed to debt service,
27 new facilities, or major renovations in accordance with KRS 157.440(1)(b). It is the

1 intent of the 2024 General Assembly that any local school district receiving partial
2 equalization under this subsection in the 2024-2026 fiscal biennium shall receive full
3 calculated equalization in the 2026-2028 fiscal biennium and thereafter, until the earlier
4 of 20 years of the effective date of this Act, or the date the bonds for the local school
5 district supported by this equalization are retired, in accordance with KRS 157.621(2).
6 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

7 **(13) Equalized Facility Funding:** Included in the above General Fund
8 appropriation is \$17,623,400 in fiscal year 2024-2025 and \$16,111,300 in fiscal year
9 2025-2026 to provide equalized facility funding pursuant to KRS 157.440 and 157.620 to
10 districts meeting the eligibility requirements of KRS 157.621(3) and (4). Notwithstanding
11 KRS 157.621(3)(c), a school district meeting the criteria of KRS 157.621(3)(a) and (b)
12 shall be equalized at 100 percent of the calculated equalization funding in each fiscal
13 year, and all funds for this purpose shall be committed to debt service, new facilities, or
14 major renovations in accordance with KRS 157.440(1)(b). In addition, notwithstanding
15 KRS 157.621(1) and (3), a school district that has levied a five-cent equivalent rate
16 authorized by KRS 157.621(1)(a) and is not receiving state equalization funding for that
17 levy under KRS 157.621(1)(b), 157.621(3), or any other provision of this Act, shall be
18 equalized at 100 percent of the calculated equalization funding in each fiscal year, and all
19 funds for this purpose shall be committed to debt service, new facilities, or major
20 renovations in accordance with KRS 157.440(1)(b). It is the intent of the 2024 General
21 Assembly that any local school district receiving equalization under this subsection shall
22 receive full calculated equalization until the earlier of 20 years of the effective date of
23 this Act, or the date the bonds for the local school district supported by this equalization
24 are retired, in accordance with KRS 157.621(3). Mandated reports shall be submitted
25 pursuant to Part III, 24. of this Act.

26 **(14) BRAC Equalized Facility Funding:** Notwithstanding KRS 157.621(1)(c)2.,
27 included in the above General Fund appropriation is \$3,121,200 in fiscal year 2024-2025

1 and \$2,780,500 in fiscal year 2025-2026 to provide equalized facility funding to school
2 districts meeting the eligibility requirements of KRS 157.621(1)(c)1. pursuant to KRS
3 157.440 and 157.620. Mandated reports shall be submitted pursuant to Part III, 24. of this
4 Act.

5 **(15) Equalization Funding for Critical Construction Needs Schools:** Included
6 in the above General Fund appropriation is \$9,371,000 in fiscal year 2024-2025 and
7 \$8,716,900 in fiscal year 2025-2026 to school districts in accordance with KRS
8 157.621(5). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

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

16 **(17) Residential Youth-at-Risk Programs:** In accordance with KRS 157.360, no
17 funds from the SEEK Program shall be distributed to the programs operated by the
18 Kentucky Guard Youth Challenge Division of the Department of Military Affairs.
19 Notwithstanding KRS 157.350, 157.360, 157.410, and any other statute to the contrary,
20 any school district providing educational services to students enrolled in programs
21 operated by the Kentucky Guard Youth Challenge Division of the Department of Military
22 Affairs shall be paid for those services solely from the General Fund appropriation in Part
23 I, A., 6. of this Act, and students enrolled in such programs shall not be included in the
24 average daily attendance for purposes of SEEK Program funding.

25 **(18) Salary Supplements for Certified Audiologists and Speech Language**
26 **Pathologists:** Included in the above General Fund appropriation is \$2,312,000 in each
27 fiscal year for the purpose of providing a \$2,000 salary supplement each year for full-

1 time public school Audiologists and Speech Language Pathologists that have active
2 Certificates of Clinical Competence, as offered by the American Speech-Language-
3 Hearing Association. Notwithstanding any statute to the contrary, if the appropriation is
4 insufficient to provide all full-time public school American Speech-Language-Hearing
5 Association certified Audiologists and Speech Language Pathologists with the \$2,000
6 stipend, then the Department of Education is authorized to pro rata reduce the
7 supplement. Notwithstanding KRS 45.229, any portion of General Fund not expended for
8 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
9 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

10 **(19) Full-Day Kindergarten:** Notwithstanding KRS 157.320 or any other statute
11 or regulation to the contrary, the Department of Education shall count each kindergarten
12 pupil in full for that respective school year, for the purpose of determining SEEK funds
13 and any other state funding based in whole or in part on average daily attendance for the
14 district, except that a district shall receive an amount equal to one-half of the state portion
15 of the average statewide per pupil guaranteed base funding level for each student who
16 graduated early under the provisions of KRS 158.142.

17 **(20) SEEK Transportation:** Notwithstanding KRS 157.370 and 157.360(2)(c),
18 included in the above General Fund appropriation is \$358,996,100 in fiscal year 2024-
19 2025 and \$398,884,500 in fiscal year 2025-2026 to support pupil transportation.
20 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

21 **(21) Legislative Policy Requirement:** The 2024 General Assembly provides the
22 following requirement to local boards of education and the Kentucky Department of
23 Education:

24 (a) Local school districts that receive state funding from the Support Education
25 Excellence in Kentucky Program shall:

26 1. Prominently display, in not less than 16-point type, on the local board of
27 education's internet landing page, the district's percentage of students scoring Proficient

1 in Reading, the district's percentage of students scoring Distinguished in Reading, the
2 district's percentage of students scoring Proficient in Mathematics, and the district's
3 percentage of students scoring Distinguished in Mathematics on the most recent
4 Kentucky Summative Assessment, as defined by KRS 158.6453;

5 2. Prominently display a web link to the detailed results of the district's
6 performance on the most recent Kentucky Summative Assessment on the local board of
7 education's internet landing page;

8 3. Display the same information specified in subparagraph 1. of this paragraph at
9 the top of each page of the board's website in a banner format;

10 4. Prominently display, in not less than 16-point type, on each school's internet
11 landing page, the school's percentage of students scoring Proficient in Reading, the
12 school's percentage of students scoring Distinguished in Reading, the percentage of
13 students scoring Proficient in Mathematics, and the percentage of students scoring
14 Distinguished in Mathematics on the school's most recent Kentucky Summative
15 Assessment;

16 5. Prominently display on each school's internet landing page, a link to the
17 detailed results of the school's results on the most recent Kentucky Summative
18 Assessment; and

19 6. Display the same information specified in subparagraph 4. of this paragraph in
20 banner format on each page of the school's website;

21 (b) The Kentucky Department of Education shall post a rank order by overall
22 academic performance of all schools on its website;

23 (c) The Kentucky Department of Education shall ensure compliance with this
24 subsection by every district, and offer assistance, as needed;

25 (d) The General Assembly is aware of the intention of surrounding states to set
26 increased minimum salaries for classroom teachers in those states by statute or
27 regulation. The General Assembly also recognizes the fact that the local economy heavily

1 affects the salary schedules of classified employees; and

2 (e) The General Assembly directs each local board of education to consider the
3 actions of other states and the local economy and the related effect on recruitment and
4 retention when establishing the salary schedules for classroom teachers and classified
5 employees. Additional funds have been made available to local school districts through
6 increases in SEEK resources. The 2024 General Assembly encourages local school
7 districts to provide certified and classified staff a salary or compensation increase.

8 **(22) Property Assessment Growth Relief:** Notwithstanding KRS 157.360(17),
9 the Department of Education shall value real estate for the purposes of calculating the
10 state portion of local effort required to participate in the SEEK Program as the lesser of
11 the current year assessment or the prior year assessment increased by four percent, plus
12 the value of current year new property. For purposes of calculating the adjusted prior year
13 assessment, the value of current new year property may not exceed 110 percent of the
14 value of the prior year's valuation of existing property. Authorization to use the prior
15 year assessment, as adjusted, shall be subject to available funds.

16 **(23) Star Academy:** Included in the above General Fund appropriation is
17 \$5,000,000 in fiscal year 2025-2026 to support a three-year pilot program of five Star
18 Academy charter schools within existing public schools throughout the state.
19 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
20 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
21 shall be submitted pursuant to Part III, 24. of this Act.

22 **2. OPERATIONS AND SUPPORT SERVICES**

23		2024-25	2025-26
24	General Fund	66,455,800	67,208,600
25	Restricted Funds	15,901,400	16,490,700
26	Federal Funds	465,580,300	465,718,800
27	TOTAL	547,937,500	549,418,100

1 **(1) Employment of Leadership Personnel:** Notwithstanding KRS 18A.005 to
2 18A.200, the Kentucky Board of Education shall continue to have sole authority to
3 determine the employees of the Department of Education who are exempt from the
4 classified service and to set those employees' compensation comparable to the
5 competitive market.

6 **(2) Debt Service:** Included in the above General Fund appropriation is \$83,000 in
7 fiscal year 2024-2025 and \$166,000 in fiscal year 2025-2026 for new debt service to
8 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.
9 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
10 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

11 **(3) Blind/Deaf Residential Travel Program:** Included in the above General
12 Fund appropriation is \$492,300 in each fiscal year for the Blind/Deaf Residential Travel
13 Program. Notwithstanding KRS 45.229, any portion of General Fund not expended for
14 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
15 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

16 **(4) School Food Services:** Included in the above General Fund appropriation is
17 \$3,584,000 in each fiscal year for the School Food Services Program. Notwithstanding
18 KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the
19 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
20 pursuant to Part III, 24. of this Act.

21 **(5) Advanced Placement and International Baccalaureate Exams:**
22 Notwithstanding KRS 160.348(3), included in the above General Fund appropriation is
23 \$1,000,000 in each fiscal year to pay the cost of Advanced Placement and International
24 Baccalaureate examinations for those students who meet the eligibility requirements for
25 free or reduced-price meals. Notwithstanding KRS 154A.130(4) and 160.348(3),
26 included in the above General Fund appropriation is \$2,600,000 in each fiscal year to pay
27 the cost of Advanced Placement examinations for students on a first-come, first-served

1 basis. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
2 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated
3 reports shall be submitted pursuant to Part III, 24. of this Act.

4 **(6) Review of the Classification of Primary and Secondary School Buildings:**

5 Included in the above General Fund appropriation is \$500,000 in each fiscal year to
6 implement KRS 157.420(9) and (10). Notwithstanding KRS 45.229, any portion of the
7 \$500,000 that has not been expended by the end of fiscal year 2024-2025 shall not lapse
8 and shall carry forward into fiscal year 2025-2026. Notwithstanding KRS 157.420(9) and
9 (10), only schools classified as A1, A2, A3, A4, A5, A6, C2, and D1 shall be included in
10 the evaluation process. Notwithstanding KRS 157.420(9) and (10), the Department of
11 Education may limit the school buildings included in the evaluation process based on the
12 time elapsed since the building's construction or last major renovation as defined in 702
13 KAR 4:160. Notwithstanding KRS 157.420(9) and (10), the Department of Education
14 shall provide an updated list of school buildings that reflects the current adequate needs
15 of facilities evaluated under the standardized process outlined in KRS 157.420(9) to the
16 Legislative Research Commission by October 1, 2025.

17 **(7) District Facility Plan Modifications:** Notwithstanding KRS 162.060,

18 requirements for the Chief State School Officer's prior approval of district facility plans
19 and specifications, KRS 157.420(7) requirements for the Commissioner of Education's
20 approval for the use of the district's capital outlay funds for projects, and KRS 160.160(3)
21 and (4) requirements for the Department of Education's approval for the district's
22 transactions, and any administrative regulation that requires any of those entities to
23 provide prior approval for the funding, financing, design, construction, renovation, or
24 modification of school facilities, a local board of education of a district may provide for
25 and commence the funding, financing, design, construction, renovation, or modification
26 of the district's facilities in accordance with the provisions and restrictions established in
27 statute and administrative regulation.

1 A local board of education that elects to conduct its projects under this subsection
2 shall adopt a resolution by majority vote and submit the resolution to the Kentucky
3 Department of Education as notice and shall submit BG-1 Project Application forms to
4 the Kentucky Department of Education for recordkeeping and data collection. The
5 provisions of KRS 160.160(5) shall remain in full effect and shall be applicable to leases
6 and bonds authorized by a local board without the prior approval of the Department.
7 Notwithstanding the provisions of KRS 160.160(2) to the contrary, a local board under
8 this subsection may use the estimates of architects or engineers who prepared the plans or
9 specifications as an alternative to the receipt of advertised, public, and competitive bids
10 for the project to estimate the cost of the project in advance of financing.

11 Notwithstanding 702 KAR 4:180, 702 KAR 4:050, and 702 KAR 4:090, or any
12 other similar administrative regulation to the contrary, a local board of education that
13 submits a request for approval of a complete district facility plan, a request for
14 acquisition of property, or a request for disposal of surplus property shall submit the
15 request to the Commissioner of Education or designee who shall approve or disapprove
16 the request within 30 business days. An approved request shall be reported to the
17 Kentucky Board of Education. A denied request may be appealed to the Board.

18 **(8) Employee Reporting:** The Kentucky Department of Education shall provide
19 a report by August 1 of each year to the Interim Joint Committee on Appropriations and
20 Revenue. At a minimum, the report shall include:

21 (a) A count and list, by name, of all full-time, part-time, and interim employees
22 employed under KRS Chapter 18A;

23 (b) A count and list, by name, of all contract employees;

24 (c) The position title, Kentucky Department of Education office served, and
25 primary work location of every employee;

26 (d) The employees' level of compensation, on an annualized basis, including the
27 percentage of all fund sources used to compensate the employee; and

1 (e) For contract employees, the start and end date of the relevant contract, as well
2 as the name of any entity involved in administering the contract.

3 **(9) Educators Employment Liability Insurance Program:** Included in the
4 above General Fund appropriation is \$5,000,000 in each fiscal year to support the
5 educators employment liability insurance program pursuant to KRS 161.212.
6 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
7 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
8 shall be submitted pursuant to Part III, 24. of this Act.

9 **(10) SEEK Application:** Included in the above General Fund appropriation is
10 \$250,000 in each fiscal year to maintain the SEEK Application. Notwithstanding KRS
11 45.229, any portion of General Fund not expended for this purpose shall lapse to the
12 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
13 pursuant to Part III, 24. of this Act.

14 **(11) Certified and Classified Staff Compensation Increase Reporting:** The
15 Kentucky Department of Education shall provide a report by September 1 of each year to
16 the Interim Joint Committee on Appropriations and Revenue detailing certified and
17 classified staff compensation increases for the current school year by each local school
18 district. At a minimum, the report shall include:

19 (a) A brief description of the type of staff compensation increases adopted, such
20 as percentage-based or flat rate, if applicable;

21 (b) The average percentage rate or dollar amount of the compensation increases,
22 by classification, if applicable;

23 (c) The effective date of the compensation increases, if applicable;

24 (d) The manner in which the compensation increases were delineated, such as
25 universally or by job classification, if applicable;

26 (e) Any monetary compensation in addition to that provided through the district's
27 single salary schedule, such as one-time payments, if applicable;

1 (f) The date the local board of education adopted the compensation increases, if
2 applicable; and

3 (g) Any changes to the local school district's certified and/or classified staff
4 single salary schedule(s), if applicable.

5 **(12) Commissioner of Education:** Notwithstanding KRS 11.160 and
6 156.148(2)(a), the appointment of the Interim Commissioner of Education on the date
7 this Act becomes effective shall not be subject to Senate confirmation.

8 **3. LEARNING AND RESULTS SERVICES**

9		2024-25	2025-26
10	General Fund	1,389,091,500	1,527,070,500
11	Restricted Funds	27,991,300	31,761,700
12	Federal Funds	1,383,403,400	619,447,200
13	TOTAL	2,800,486,200	2,178,279,400

14 **(1) Kentucky Education Technology System:** Notwithstanding KRS 157.650 to
15 157.665, the School for the Deaf and the School for the Blind shall be fully eligible,
16 along with local school districts, to participate in the Kentucky Education Technology
17 System in a manner that takes into account the special needs of the students of these two
18 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 two 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 **(3) Health Insurance:** Included in the above General Fund appropriation is
2 \$942,925,300 in fiscal year 2024-2025 and \$1,076,821,500 in fiscal year 2025-2026 for
3 employer contributions for health insurance and the contribution to the health
4 reimbursement account for employees waiving coverage. Notwithstanding KRS 45.229,
5 any portion of General Fund not expended for this purpose shall lapse to the Budget
6 Reserve Trust Fund Account (KRS 48.705). Notwithstanding KRS 45.229, any portion of
7 General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
8 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
9 this Act.

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

19 **(5) Center for School Safety:** Included in the above General Fund appropriation
20 is \$15,000,000 in each fiscal year for the Center for School Safety. Notwithstanding KRS
21 158.446, the Center for School Safety shall allot these moneys for the purposes described
22 in KRS 158.440, 158.441, 158.4415, 158.4416, 158.442, 158.445, and 158.446 at both
23 public and private school buildings, campuses, grounds, recreational areas, or athletic
24 fields, except that no more than \$1,500,000 in each fiscal year may be retained for
25 administrative purposes. The Center for School Safety shall research and evaluate
26 commercial software solutions available to improve school safety. Notwithstanding KRS
27 45.229, any portion of General Fund not expended for this purpose shall lapse to the

1 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
2 pursuant to Part III, 24. of this Act.

3 **(6) Allocations to School-Based Decision Making Councils:** Notwithstanding
4 KRS 160.345(8), for each fiscal year, a local board of education may reduce the
5 allocations to individual schools within the district as outlined in 702 KAR 3:246, secs. 6,
6 7, and 8. The allocation under 702 KAR 3:246, sec. 6, shall not be less than \$100 per
7 pupil in average daily attendance.

8 **(7) Kentucky School for the Blind and Kentucky School for the Deaf:**
9 Included in the above General Fund appropriation is \$8,274,400 in fiscal year 2024-2025
10 and \$8,289,100 in fiscal year 2025-2026 for the Kentucky School for the Blind and
11 \$11,260,500 in fiscal year 2024-2025 and \$11,291,800 in fiscal year 2025-2026 for the
12 Kentucky School for the Deaf. Of this amount, \$551,300 in fiscal year 2024-2025 and
13 \$597,300 in fiscal year 2025-2026 is provided to support step and rank increases.
14 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
15 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
16 shall be submitted pursuant to Part III, 24. of this Act.

17 **(8) Career and Technical Education:** Included in the above General Fund
18 appropriation is \$127,065,900 in fiscal year 2024-2025 and \$127,115,900 in fiscal year
19 2025-2026 for career and technical education. Notwithstanding KRS 157.069, of this
20 amount, \$70,063,400 in each fiscal year shall be distributed as supplemental funding to
21 local area vocational education centers.

22 Notwithstanding KRS 157.069, Category II and III programs in districts established
23 after June 21, 2001, shall be included in the distribution. The Department of Education
24 shall classify each comprehensive high school with five or more career and technical
25 education program areas as a local area vocational education center and shall also include
26 any comprehensive high school with fewer than five career and technical education
27 programs in the supplemental funding. The Department of Education shall communicate

1 the updated status with the superintendent of each local school district no later than June
2 30, 2024. Notwithstanding KRS 45.229, any portion of General Fund not expended for
3 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
4 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

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

13 **(10) Learning and Results Services Programs:** Included in the above General
14 Fund appropriation are the following allocations for the 2024-2026 fiscal biennium, but
15 no portion of these funds shall be utilized for state-level administrative purposes:

- 16 (a) \$1,900,000 in each fiscal year for AdvanceKentucky;
- 17 (b) \$1,850,000 in each fiscal year for the Community Education Program;
- 18 (c) \$23,916,300 in each fiscal year for the Extended School Services Program;
- 19 (d) \$48,889,000 in each fiscal year for the Family Resource and Youth Services
20 Centers Program;
- 21 (e) \$10,000,000 in each fiscal year for the Gifted and Talented Program;
- 22 (f) \$100,000 in each fiscal year for the Hearing and Speech Center;
- 23 (g) \$100,000 in each fiscal year for the Heuser Hearing and Language Academy;
- 24 (h) Notwithstanding KRS 154A.130(4), \$1,675,500 in each fiscal year for the
25 Jobs for America's Graduates Program;
- 26 (i) \$500,000 in each fiscal year for the Kentucky Alliance of Boys & Girls Clubs;
- 27 (j) \$12,500,000 in each fiscal year for the Kentucky Educational Collaborative

- 1 for State Agency Children;
- 2 (k) \$1,391,000 in each fiscal year for Local School District Life Insurance;
- 3 (l) \$1,000,000 in each fiscal year for Math Nation;
- 4 (m) \$5,019,000 in each fiscal year for the Mathematics Achievement Fund;
- 5 (n) \$84,481,100 in each fiscal year for the Preschool Program;
- 6 (o) \$15,936,600 in each fiscal year for the Read to Achieve Program;
- 7 (p) \$11,000,000 in each fiscal year for the Read to Succeed Program;
- 8 (q) \$2,000,000 in each fiscal year for Save the Children;
- 9 (r) \$1,200,000 in each fiscal year for the Statewide Reading Research Center;
- 10 (s) \$700,000 in each fiscal year for Teach for America. Teach for America shall
- 11 submit a report on the outcomes of the program to the Interim Joint Committee on
- 12 Education by August 1, 2025;
- 13 (t) \$500,000 in each fiscal year for the Visually Impaired Preschool Services
- 14 Program; and
- 15 (u) \$1,500,000 in each fiscal year for We Lead CS.

16 It is the intent of the General Assembly to create a working group, which shall

17 report to the Interim Joint Committee on Appropriations and Revenue on or before

18 January 1, 2026, for the purpose of reviewing and evaluating the process by which

19 Learning and Results Services Programs are funded to allow for a more systematic or

20 formulaic approach. Notwithstanding KRS 45.229, any portion of General Fund not

21 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS

22 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

23 **(11) School-Based Mental Health Services Providers:** Included in the above

24 General Fund appropriation is \$7,412,500 in each fiscal year to fund school-based mental

25 health services provider full-time equivalent positions on a reimbursement basis. The

26 Kentucky Center for School Safety, in consultation with the Office of the State School

27 Security Marshal, shall develop criteria to determine which districts shall receive funding

1 to meet the requirements of KRS 158.4416(3)(a). The criteria shall include:

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

5 Notwithstanding KRS 45.229, any portion of General Fund not expended for this
6 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated
7 reports shall be submitted pursuant to Part III, 24. of this Act.

8 **(12) Debt Service:** Included in the above General Fund appropriation is \$453,500
9 in fiscal year 2024-2025 and \$907,000 in fiscal year 2025-2026 for new debt service to
10 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.
11 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
12 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

13 **(13) Statewide Assessment Costs:** Included in the above General Fund
14 appropriation is \$1,010,500 in fiscal year 2024-2025 and \$1,093,300 in fiscal year 2025-
15 2026 to support increased statewide assessment services costs. Notwithstanding KRS
16 45.229, any portion of General Fund not expended for this purpose shall lapse to the
17 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
18 pursuant to Part III, 24. of this Act.

19 **(14) Academic Content Standards Review:** Included in the above General Fund
20 appropriation is \$1,200,000 in each fiscal year to support the academic content standards
21 review process pursuant to KRS 158.6453. Notwithstanding KRS 45.229, any portion of
22 General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
23 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
24 this Act.

25 **(15) U.S. Army Junior Reserve Officers' Training Corps Pilot Program**
26 **Consultants:** Included in the above General Fund appropriation is \$623,900 in fiscal
27 year 2024-2025 and \$654,500 in fiscal year 2025-2026 to support U.S. Army Junior

Reserve Officers' Training Corps pilot program consultants. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(16) School Resource Officers: Included in the above General Fund appropriation is \$16,500,000 in fiscal year 2024-2025 and \$18,000,000 in fiscal year 2025-2026 to the Kentucky Department of Education to assist local districts in funding salaries for school resource officers, as defined in KRS 158.441, on a reimbursement basis. The Kentucky Department of Education shall reimburse local school districts up to \$20,000 for each campus employing at least one on-site full-time certified school resource officer. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(17) Federal Remedial Education Grants: It is the intent of the 2024 General Assembly that the Kentucky Department of Education shall apply for all federal grants available for remedial education.

TOTAL - DEPARTMENT OF EDUCATION

	2024-25	2025-26
General Fund	4,717,497,800	4,960,021,100
Restricted Funds	43,892,700	48,252,400
Federal Funds	1,848,983,700	1,085,166,000
TOTAL	6,610,374,200	6,093,439,500

D. EDUCATION AND LABOR CABINET

Budget Units

1. GENERAL ADMINISTRATION AND PROGRAM SUPPORT

	2024-25	2025-26
General Fund (Tobacco)	1,200,000	1,200,000

1	General Fund	17,131,400	14,309,300
2	Restricted Funds	24,080,500	24,522,900
3	Federal Funds	18,556,800	18,584,300
4	TOTAL	60,968,700	58,616,500

5 **(1) Early Childhood Development:** Included in the above General Fund
6 (Tobacco) appropriation is \$1,200,000 in each fiscal year for the Early Childhood
7 Advisory Council. Mandated reports shall be submitted pursuant to Part III, 24. of this
8 Act.

9 **(2) Governor's Scholars Program:** Included in the above General Fund
10 appropriation is \$2,000,000 in each fiscal year for the Governor's Scholars Program.
11 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
12 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
13 shall be submitted pursuant to Part III, 24. of this Act.

14 **(3) Governor's School for Entrepreneurs:** Included in the above General Fund
15 appropriation is \$1,000,000 in each fiscal year for the Governor's School for
16 Entrepreneurs. Notwithstanding KRS 45.229, any portion of General Fund not expended
17 for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
18 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

19 **(4) Kentucky Center for Statistics:** (a) Included in the above General Fund
20 appropriation is \$1,733,300 in fiscal year 2024-2025 and \$2,291,300 in fiscal year 2025-
21 2026 to sustain the Kentucky Longitudinal Data System. Notwithstanding KRS 45.229,
22 any portion of General Fund not expended for this purpose shall lapse to the Budget
23 Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
24 pursuant to Part III, 24. of this Act.

25 (b) Included in the above General Fund appropriation is \$1,363,200 in each fiscal
26 year for the Workforce Data Quality Initiative and Supplemental Nutrition Assistance
27 Program data collection and analysis. Notwithstanding KRS 45.229, any portion of

1 General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
2 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
3 this Act.

4 **(5) The Hope Center:** Included in the above General Fund appropriation is
5 \$100,000 in each fiscal year for the Hope Center. Notwithstanding KRS 45.229, any
6 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
7 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part
8 III, 24. of this Act.

9 **(6) Kentucky Adult Learner Program:** Included in the above General Fund
10 appropriation is \$2,000,000 in each fiscal year for the Kentucky Adult Learner Program.
11 The purpose of the program is to provide adults 18 years of age or older who have not
12 graduated high school the opportunity to earn a high school diploma. The Education and
13 Labor Cabinet (ELC) and the Kentucky Department of Education shall authorize a single
14 eligible entity to operate the program for not more than 350 adult learners. The eligible
15 entity shall be a Kentucky-based non-profit organization, agree to commit at least
16 \$1,000,000 to the program, and staff the program with certified teachers teaching core
17 academic subjects. Notwithstanding KRS 45.229, any portion of General Fund not
18 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS
19 48.705).

20 Notwithstanding any statute to the contrary, the Kentucky Adult Learner Program
21 shall have authorization to issue a Kentucky high school diploma to an adult learner
22 participant if all of the minimum graduation requirements under Kentucky law are met.

23 The Kentucky Board of Education and the ELC shall develop metrics that will
24 appropriately assess the expected performance outcomes of the program. Mandated
25 reports shall be submitted pursuant to Part III, 24. of this Act.

26 **(7) Heuser Hearing Institute:** Included in the above General Fund appropriation
27 is \$2,000,000 in each fiscal year for the Heuser Hearing Institute to support programs

developed to close the education and achievement gaps for deaf and hard-of-hearing adults. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(8) Kentucky Dataseam Initiative: Included in the above General Fund appropriation is \$3,500,000 in fiscal year 2024-2025 for the Kentucky Dataseam Initiative. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

2. PROPRIETARY EDUCATION

	2024-25	2025-26
Restricted Funds	542,400	550,600

3. DEAF AND HARD OF HEARING

	2024-25	2025-26
General Fund	1,091,100	1,119,300
Restricted Funds	1,400,600	1,414,400
TOTAL	2,491,700	2,533,700

4. KENTUCKY EDUCATIONAL TELEVISION

	2024-25	2025-26
General Fund	17,641,600	18,036,500
Restricted Funds	2,037,000	2,037,000
TOTAL	19,678,600	20,073,500

(1) KET Digital Infrastructure Increase: Included in the above General Fund appropriation is \$750,000 in each fiscal year to increase KET's digital content and infrastructure. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

1 **5. ENVIRONMENTAL EDUCATION COUNCIL**

2		2024-25	2025-26
3	Restricted Funds	527,700	536,200
4	Federal Funds	430,200	430,300
5	TOTAL	957,900	966,500

6 **(1) Environmental Education Council:** Notwithstanding KRS 224.43-
7 505(2)(b), the Council may use interest received to support the operations of the Council.

8 **6. LIBRARIES AND ARCHIVES**

9 **a. General Operations**

10		2024-25	2025-26
11	General Fund	6,777,800	6,901,300
12	Restricted Funds	1,412,100	1,424,200
13	Federal Funds	3,057,400	3,090,400
14	TOTAL	11,247,300	11,415,900

15 **b. Direct Local Aid**

16		2024-25	2025-26
17	General Fund	6,609,700	6,259,700
18	Restricted Funds	1,046,900	1,046,900
19	TOTAL	7,656,600	7,306,600

20 **(1) Per Capita Grants:** Notwithstanding KRS 171.201, no General Fund is
21 provided for nonconstruction state aid.

22 **(2) Public Library Facilities Construction:** Included in the above General Fund
23 appropriation is \$4,109,700 in fiscal year 2024-2025 and \$3,759,700 in fiscal year 2025-
24 2026 for the Public Library Facilities Construction Fund. Notwithstanding KRS 45.229
25 and 171.027 to 171.223, any expired debt service payments shall lapse to the Budget
26 Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
27 pursuant to Part III, 24. of this Act.

(3) **Dolly Parton's Imagination Library:** Included in the above General Fund appropriation is \$2,500,000 in each fiscal year for the Imagination Library of Kentucky Program. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

TOTAL - LIBRARIES AND ARCHIVES

	2024-25	2025-26
General Fund	13,387,500	13,161,000
Restricted Funds	2,459,000	2,471,100
Federal Funds	3,057,400	3,090,400
TOTAL	18,903,900	18,722,500

7. WORKFORCE DEVELOPMENT

	2024-25	2025-26
General Fund	37,927,300	38,603,900
Restricted Funds	13,023,100	13,197,600
Federal Funds	482,861,000	484,892,800
TOTAL	533,811,400	536,694,300

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

(2) **Adult Education:** Included in the above General Fund appropriation are sufficient funds in each fiscal year to support the Office of Adult Education. Notwithstanding KRS 45.229, the General Fund appropriation for the Office of Adult Education in each fiscal year shall not lapse and shall carry forward. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(3) Employer and Apprenticeship Services: Included in the above General Fund appropriation are sufficient funds in each fiscal year for the Office of Employer and Apprenticeship Services. The Education and Labor Cabinet shall provide a report by December 1 of each year to the Interim Joint Committee on State Government detailing the use of these funds.

(4) Overpayment of Unemployment Insurance Benefits Waiver: Notwithstanding KRS 341.413, the Secretary may waive an overpayment of benefits for unemployment insurance claims filed between January 27, 2020, and September 6, 2021.

(5) Unemployment Insurance Program Staff Positions: Included in the above Federal Funds appropriation is \$5,965,800 in each fiscal year to support 45 additional staff positions in the Office of Unemployment Insurance if funding is available. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(6) Unemployment Insurance System Replacement: Notwithstanding KRS 341.243(8), the Service Capacity Upgrade Fund may collect up to \$68,000,000 for the purpose of funding the Replace Unemployment Insurance System project in Part II of this Act. The Office of Unemployment Insurance shall prepare a report detailing the replacement of the unemployment insurance system. The report shall include a description of how the allocated Restricted Funds are being utilized and a timeline of expected completion and implementation of a new system. This report shall be submitted to the Interim Joint Committee on Appropriations and Revenue quarterly, beginning November 1, 2024.

8. WORKPLACE STANDARDS

	2024-25	2025-26
General Fund	1,831,100	1,873,900
Restricted Funds	8,895,200	9,001,600
Federal Funds	4,061,000	4,232,900
TOTAL	14,787,300	15,108,400

1 **9. WORKERS' CLAIMS**

2		2024-25	2025-26
3	Restricted Funds	62,757,500	63,209,600

4 **(1) Professional Employer Organization Unit:** Included in the above Restricted
5 Funds appropriation is \$482,600 in each fiscal year to create and staff the Professional
6 Employer Organization unit within the Department of Workers' Claims in order to
7 implement the provisions of 2022 Ky. Acts ch. 50. Mandated reports shall be submitted
8 pursuant to Part III, 24. of this Act.

9 **10. OCCUPATIONAL SAFETY AND HEALTH REVIEW COMMISSION**

10		2024-25	2025-26
11	Restricted Funds	809,100	822,200

12 **11. WORKERS' COMPENSATION FUNDING COMMISSION**

13		2024-25	2025-26
14	Restricted Funds	90,742,700	90,995,800

15 **12. WORKERS' COMPENSATION NOMINATING COMMITTEE**

16		2024-25	2025-26
17	Restricted Funds	1,100	1,100

18 **TOTAL - EDUCATION AND LABOR CABINET**

19		2024-25	2025-26
20	General Fund (Tobacco)	1,200,000	1,200,000
21	General Fund	89,010,000	87,103,900
22	Restricted Funds	207,275,900	208,760,100
23	Federal Funds	508,966,400	511,230,700
24	TOTAL	806,452,300	808,294,700

25 **E. ENERGY AND ENVIRONMENT CABINET**

26 **Budget Units**

27 **1. SECRETARY**

1		2024-25	2025-26
2	General Fund	4,334,800	4,448,700
3	Restricted Funds	2,737,600	2,765,900
4	Federal Funds	1,982,300	2,024,400
5	TOTAL	9,054,700	9,239,000

6 **2. ADMINISTRATIVE SERVICES**

7		2024-25	2025-26
8	General Fund	5,905,600	6,052,800
9	Restricted Funds	5,586,900	5,672,300
10	Federal Funds	2,850,700	2,909,900
11	TOTAL	14,343,200	14,635,000

12 **(1) Mobile Inspection Application:** Included in the above Restricted Funds
 13 appropriation is \$700,000 in each fiscal year to support a mobile inspection application.
 14 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

15 **3. ENVIRONMENTAL PROTECTION**

16		2023-24	2024-25	2025-26
17	General Fund	-0-	31,856,400	33,280,100
18	Restricted Funds	1,611,300	87,731,100	88,560,200
19	Federal Funds	-0-	37,077,700	37,609,700
20	TOTAL	1,611,300	156,665,200	159,450,000

21 **(1) Debt Service:** Included in the above General Fund appropriation is
 22 \$1,324,000 in fiscal year 2024-2025 and \$2,691,000 in fiscal year 2025-2026 for new
 23 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
 24 Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
 25 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

26 **(2) Public and Private Dam Rehabilitation:** The Department for Environmental
 27 Protection shall submit a report to the Legislative Research Commission, Office of

1 Budget Review, by September 1, 2024, recommending the priority ranking and funding
2 mechanisms for rehabilitating public and private high hazard dams within the
3 Commonwealth. The Department may work collaboratively with the Soil and Water
4 Conservation Commission (KRS 146.110).

5 **(3) Chemical and Laboratory Supplies:** Included in the above General Fund
6 appropriation is \$320,000 in fiscal year 2024-2025 and \$350,000 in fiscal year 2025-2026
7 to purchase chemical and laboratory supplies. Notwithstanding KRS 45.229, any portion
8 of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust
9 Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III,
10 24. of this Act.

11 **(4) Waste Tire Trust Fund Inflationary Costs:** Included in the above Restricted
12 Funds appropriation is \$1,611,300 in fiscal year 2023-2024 to support inflationary costs
13 associated with the collection of waste tires and site cleanup. Mandated reports shall be
14 submitted pursuant to Part III, 24. of this Act.

15 **(5) Perfluoroalkyl and Polyfluoroalkyl Substances:** Included in the above
16 General Fund appropriation is \$1,806,900 in fiscal year 2024-2025 and \$1,207,600 in
17 fiscal year 2025-2026 to support additional personnel and operating costs associated with
18 the analysis of per- and polyfluoroalkyl substances. Notwithstanding KRS 45.229, any
19 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
20 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part
21 III, 24. of this Act.

22 **(6) Merchant Electric Generating Facility Monitoring and Enforcement**
23 **Program:** Included in the above Restricted Funds appropriation is \$560,700 in fiscal
24 year 2024-2025 and \$581,000 in fiscal year 2025-2026 to support the Merchant Electric
25 Generating Facility Monitoring and Enforcement Program. Mandated reports shall be
26 submitted pursuant to Part III, 24. of this Act.

27 **(7) Petroleum Storage Tank Environmental Assurance Fund Rate Increase:**

1 Included in the above Restricted Funds appropriation is \$4,423,600 in each fiscal year to
 2 support the increased reimbursement rates associated with remedial cleanup activities.
 3 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

4 **4. NATURAL RESOURCES**

5		2024-25	2025-26
6	General Fund (Tobacco)	3,000,000	3,000,000
7	General Fund	43,690,600	44,908,200
8	Restricted Funds	24,847,500	24,872,100
9	Federal Funds	176,959,500	177,587,600
10	TOTAL	248,497,600	250,367,900

11 **(1) Emergency Forest Fire Suppression:** Not less than \$2,500,000 of the above
 12 General Fund appropriation in each fiscal year shall be set aside for emergency forest fire
 13 suppression. Notwithstanding KRS 45.229, any portion of the \$2,500,000 not expended
 14 for emergency forest fire suppression shall lapse to the Budget Reserve Trust Fund
 15 Account (KRS 48.705) at the end of each fiscal year. There is appropriated from the
 16 General Fund the necessary funds, subject to the conditions and procedures provided in
 17 this Act, which are required as a result of emergency fire suppression activities in excess
 18 of \$2,500,000 in each fiscal year. Fire suppression costs in excess of \$2,500,000 annually
 19 shall be deemed necessary government expenses and shall be paid, up to \$4,000,000 in
 20 each fiscal year, from the General Fund Surplus Account (KRS 48.700) or the Budget
 21 Reserve Trust Fund Account (KRS 48.705).

22 **(2) Environmental Stewardship Program:** Included in the above General Fund
 23 (Tobacco) appropriation is \$2,000,000 in each fiscal year for the Environmental
 24 Stewardship Program. Mandated reports shall be submitted pursuant to Part III, 24. of
 25 this Act.

26 **(3) Conservation District Local Aid:** Included in the above General Fund
 27 (Tobacco) appropriation is \$1,000,000 in each fiscal year for the Division of

1 Conservation to provide direct aid to local conservation districts. Mandated reports shall
2 be submitted pursuant to Part III, 24. of this Act.

3 **(4) Debt Service:** Included in the above General Fund appropriation is \$111,500
4 in fiscal year 2024-2025 and \$223,000 in fiscal year 2025-2026 for new debt service to
5 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.
6 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
7 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

8 **(5) Acid Mine Drainage Projects:** Included in the above Restricted Funds
9 appropriation is \$12,465,900 in each fiscal year to support acid mine drainage abatement
10 projects. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

11 ~~**(6) Coal Mine Reclamation: The Department for Natural Resources shall~~
12 ~~fully investigate and analyze through site visits, file reviews, and all other means~~
13 ~~necessary the current and future reclamation obligations on all active, dormant, and~~
14 ~~abandoned permitted and unpermitted coal mining sites in the Commonwealth and shall~~
15 ~~deliver a report detailing the Department's findings to the Interim Joint Committee on~~
16 ~~Appropriations and Revenue on or before December 1, 2024, as follows.~~

17 ~~(a) The report shall include for each mining site:~~

18 ~~1. A description with its location;~~

19 ~~2. The identities of the site owner, operator, and any other persons or~~
20 ~~entities responsible for reclamation of the site;~~

21 ~~3. Its permitting status and permit number;~~

22 ~~4. A summary of the status, nature, extent, and timing of its current and future~~
23 ~~reclamation obligations;~~

24 ~~5. The dollar amount of each reclamation bond posted, the bonding company,~~
25 ~~the terms of the bonds, and whether any of the bonds are subject to nonrenewal;~~

26 ~~6. The current estimate of the total costs of reclamation and a description of how~~
27 ~~that estimate was determined; and~~

1 ~~7.—Whether the mining site is subject to enforcement action, including the nature~~
2 ~~and status of the enforcement action; and~~

3 ~~(b)—The report shall also:~~

4 ~~1.—Identify each mining site for which the Department knows or reasonably~~
5 ~~expects the owner, operator, or any other person or entity responsible for reclamation of~~
6 ~~the site is not fully and timely complying with or will not fully and timely comply with~~
7 ~~their current or further reclamation obligations as a result of failure or unwillingness to~~
8 ~~complete their reclamation obligations, insolvency, bankruptcy, or any other reason;~~

9 ~~2.—Specify the reason or reasons for noncompliance or anticipated~~
10 ~~noncompliance for each mining site with references to court or administrative~~
11 ~~proceedings, where applicable;~~

12 ~~3.—Include for each mining site an analysis of whether the reclamation bonds that~~
13 ~~are posted are sufficient and adequate to cover any current or future reclamation~~
14 ~~obligations, including calculations of the dollar amounts for deficiencies for each mining~~
15 ~~site, and the cumulative dollar amount for deficiencies for all mining sites;~~

16 ~~4.—Include a summary of each mining site where the reclamation obligations~~
17 ~~have been deferred through permitting or other activity or status, the anticipated timing of~~
18 ~~commencement of reclamation obligations, and the prospects of a full and timely~~
19 ~~completion of reclamation obligations;~~

20 ~~5.—Include the dollar amount of all funds available for addressing mine~~
21 ~~reclamation obligations through the Kentucky Reclamation Guaranty Fund and the dollar~~
22 ~~amount of any other resources of private or federal, state, or local public funds available~~
23 ~~to apply to the reclamation of coal mining sites in the Commonwealth, including a~~
24 ~~description of those sources of funds; and~~

25 ~~6.—Include an analysis of the total dollar amount of current and anticipated~~
26 ~~reclamation obligations at mining sites where it is reasonable to conclude that those~~
27 ~~reclamation obligations will not be fully or timely completed by the site owners,~~

~~operators, or other responsible persons or entities or through available reclamation bonds and an analysis of the liabilities, exposures, and responsibilities of the Commonwealth for the reclamation of those mining sites.]***~~

5. ENERGY POLICY

	2023-24	2024-25	2025-26
General Fund	835,500	1,741,100	1,764,600
Restricted Funds	-0-	618,500	620,900
Federal Funds	-0-	17,563,900	62,585,400
TOTAL	835,500	19,923,500	64,970,900

(1) Grid Resilience Grant Program: Included in the above General Fund appropriation is \$835,500 in fiscal year 2023-2024 to support the matching requirement for the federal Grid Resilience Grant Program. Included in the above appropriation is \$832,400 in General Fund and \$5,549,000 in Federal Funds in each year of the 2024-2026 fiscal biennium to support the federal Grid Resilience Grant Program. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(2) Home Energy Rebate Programs: Included in the above Federal Funds appropriation is \$5,750,000 in fiscal year 2024-2025 and \$50,750,000 in fiscal year 2025-2026 to support consumer home energy rebate programs. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

6. KENTUCKY NATURE PRESERVES

	2024-25	2025-26
General Fund	1,669,300	1,737,600
Restricted Funds	2,898,500	2,912,300
Federal Funds	274,800	279,300
TOTAL	4,842,600	4,929,200

7. PUBLIC SERVICE COMMISSION

	2024-25	2025-26
General Fund	13,833,400	14,620,900
Restricted Funds	3,042,300	3,042,300
Federal Funds	1,120,500	1,138,700
TOTAL	17,996,200	18,801,900

(1) Additional Personnel: Included in the above General Fund appropriation is \$500,000 in fiscal year 2024-2025 and \$1,000,000 in fiscal year 2025-2026 to support additional personnel. The funds shall be limited to Public Utilities Financial Analysts, Environmental Engineers, and a position responsible for wholesale market issues. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

TOTAL - ENERGY AND ENVIRONMENT CABINET

	2023-24	2024-25	2025-26
General Fund (Tobacco)	-0-	3,000,000	3,000,000
General Fund	835,500	103,031,200	106,812,900
Restricted Funds	1,611,300	127,462,400	128,446,000
Federal Funds	-0-	237,829,400	284,135,000
TOTAL	2,446,800	471,323,000	522,393,900

F. FINANCE AND ADMINISTRATION CABINET**Budget Units****1. GENERAL ADMINISTRATION**

	2023-24	2024-25	2025-26
General Fund	3,700,000	15,527,500	15,027,800
Restricted Funds	400,000	39,178,000	39,146,800
Federal Funds	-0-	119,900	119,900

1	TOTAL	4,100,000	54,825,400	54,294,500
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(1) **Fleet Management Vehicle Replacement:** Included in the above Restricted Funds appropriation is \$2,565,700 in fiscal year 2024-2025 and \$2,252,000 in fiscal year 2025-2026 to support replacing state fleet vehicles. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

6 **(2) Postal Equipment Replacement and Maintenance:** Included in the above
7 Restricted Funds appropriation is \$232,000 in each fiscal year to replace and perform
8 required maintenance on postal equipment. Mandated reports shall be submitted pursuant
9 to Part III, 24. of this Act.

10 **(3) Rural Housing Trust Fund:** Restricted Funds are appropriated in the amount
11 of \$400,000 for interest earned and to be utilized in fiscal year 2023-2024. Mandated
12 reports shall be submitted pursuant to Part III, 24. of this Act.

13 **(4) Kentucky Affordable Prepaid Tuition Trust Fund:** Included in the above
14 General Fund appropriation is \$3,700,000 in fiscal year 2023-2024, \$7,500,000 in fiscal
15 year 2024-2025, and \$6,800,000 in fiscal year 2025-2026 to support projected tuition
16 payments and refunds through fiscal year 2025-2026. Notwithstanding KRS 45.229, any
17 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
18 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part
19 III, 24. of this Act.

20 **2. CONTROLLER**

21		2024-25	2025-26
22	General Fund	7,567,800	7,852,400
23	Restricted Funds	15,640,600	15,992,100
24	TOTAL	23,208,400	23,844,500

25 **(1) Social Security Contingent Liability Fund:** Any expenditures that may be
26 required by KRS 61.470 are hereby deemed necessary government expenses and shall be
27 paid first from the General Fund Surplus Account (KRS 48.700), if available, or from any

1 available balance in the Budget Reserve Trust Fund Account (KRS 48.705), subject to
2 the conditions and procedures provided in this Act.

3 **(2) Debt Service:** Included in the above General Fund appropriation is \$224,000
4 in fiscal year 2024-2025 and \$448,000 in fiscal year 2025-2026 for new debt service to
5 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.
6 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
7 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

8 **(3) Local Government Filing Software:** Included in the above Restricted Funds
9 appropriation is \$200,000 in each fiscal year to purchase new filing software and
10 software maintenance in order to modernize outdated processes for the Division of Local
11 Government Services. Mandated reports shall be submitted pursuant to Part III, 24. of
12 this Act.

13 **(4) Software Update:** Included in the above Restricted Funds appropriation is
14 \$75,000 in each fiscal year to update the Office of Financial Management's software and
15 related maintenance. Mandated reports shall be submitted pursuant to Part III, 24. of this
16 Act.

17 **(5) Additional Personnel:** Included in the above Restricted Funds appropriation
18 is \$406,000 in fiscal year 2024-2025 and \$412,300 in fiscal year 2025-2026 to support
19 two additional positions. Mandated reports shall be submitted pursuant to Part III, 24. of
20 this Act.

21 **(6) Customer Resource Center:** Included in the above Restricted Funds
22 appropriation is \$538,800 in fiscal year 2024-2025 and \$657,000 in fiscal year 2025-2026
23 to support ongoing upgrades and maintenance costs for the Commonwealth's Enhanced
24 Management Administrative Reporting System. Mandated reports shall be submitted
25 pursuant to Part III, 24. of this Act.

26 **3. DEBT SERVICE**

27 **2024-25**

2025-26

1	General Fund (Tobacco)	23,466,900	16,783,700
2	General Fund	379,897,300	498,842,800
3	TOTAL	403,364,200	515,626,500

4 **(1) General Fund (Tobacco) Debt Service Lapse:** Notwithstanding Part X, (4)
5 of this Act, \$1,318,000 in fiscal year 2024-2025 and \$1,124,700 in fiscal year 2025-2026
6 shall lapse to the General Fund.

7 **4. FACILITIES AND SUPPORT SERVICES**

8		2024-25	2025-26
9	General Fund	17,097,200	25,331,500
10	Restricted Funds	57,303,300	57,335,100
11	TOTAL	74,400,500	82,666,600

12 **(1) Debt Service:** Included in the above General Fund appropriation is
13 \$7,717,500 in fiscal year 2024-2025 and \$15,759,500 in fiscal year 2025-2026 for new
14 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
15 Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
16 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

17 **(2) Facility Maintenance:** Included in the above Restricted Funds appropriation
18 is \$841,000 in fiscal year 2024-2025 and \$364,000 in fiscal year 2025-2026 to fund rising
19 costs for current services in the Office of Building and Mechanical Services. Mandated
20 reports shall be submitted pursuant to Part III, 24. of this Act.

21 **(3) Additional Personnel:** Included in the above General Fund appropriation is
22 \$600,000 in each fiscal year to support four additional Project Managers.
23 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
24 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
25 shall be submitted pursuant to Part III, 24. of this Act.

26 **(4) Capitol Annex Renovation:** Notwithstanding KRS 42.425 and any statute to
27 the contrary, the administration and management of the Capitol Annex Renovation

project authorized in Part II, Capital Projects Budget, of this Act shall be approved by the Director of the Legislative Research Commission or his designee.

5. COUNTY COSTS

	2024-25	2025-26
General Fund	29,243,500	29,243,500
Restricted Funds	1,702,500	1,702,500
TOTAL	30,946,000	30,946,000

(1) **County Costs:** Funds required to pay county costs are appropriated and additional funds may be allotted from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705) by the Secretary of the Finance and Administration Cabinet, subject to the conditions and procedures provided in this Act.

(2) **Reimbursement to Sheriffs' Offices for Court Security Services:** Notwithstanding KRS 64.092(6), the sheriff or other law enforcement officer serving a Circuit or District Court shall be compensated at the rate of \$15 per hour of service. To be eligible for this enhanced rate, deputies providing services must be paid at least \$10 per hour.

6. COMMONWEALTH OFFICE OF TECHNOLOGY

	2024-25	2025-26
General Fund	318,500	955,500
Restricted Funds	137,414,600	138,364,600
Federal Funds	1,716,600	1,716,600
TOTAL	139,449,700	141,036,700

(1) **Computer Services Fund Receipts:** The Secretary of the Finance and Administration Cabinet shall provide a listing of fee receipts from the Executive, Judicial, and Legislative Branches of government itemized by appropriation units, cost allocation methodology, and a report detailing the rebate of excess fee receipts to the agencies to the

1 Interim Joint Committee on Appropriations and Revenue by August 1 of each fiscal year.

2 **(2) Debt Service:** Included in the above General Fund appropriation is \$318,500
3 in fiscal year 2024-2025 and \$955,500 in fiscal year 2025-2026 for new debt service to
4 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.
5 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
6 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

7 **(3) Legacy Modernization:** The Commonwealth Office of Technology shall
8 prepare a report for the Legacy Modernization capital project. The report shall include a
9 list of legacy IT systems that have been completed, the date in which they were
10 completed, the state agency the IT system was for, and a status report for the completion
11 percentage of all other ongoing modernization projects. This report shall be submitted to
12 the Interim Joint Committee on Appropriations and Revenue by December 31 and June
13 30 of each fiscal year.

14 **7. REVENUE**

15		2024-25	2025-26
16	General Fund (Tobacco)	250,000	250,000
17	General Fund	117,664,600	119,721,400
18	Restricted Funds	12,065,400	12,445,500
19	Federal Funds	15,000	15,000
20	TOTAL	129,995,000	132,431,900

21 **(1) Operations of Revenue:** Notwithstanding KRS 132.672, 134.552(2),
22 136.652, and 365.390(2), funds may be expended in support of the operations of the
23 Department of Revenue.

24 **(2) State Enforcement:** Notwithstanding KRS 248.654 and 248.703(4), a total of
25 \$250,000 of the Tobacco Settlement payments received in each fiscal year is appropriated
26 to the Finance and Administration Cabinet, Department of Revenue, for the state's
27 diligent enforcement of noncompliant nonparticipating manufacturers.

8. PROPERTY VALUATION ADMINISTRATORS

	2024-25	2025-26
General Fund	67,671,500	69,626,800
Restricted Funds	4,786,800	4,786,800
TOTAL	72,458,300	74,413,600

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

(2) Mandatory Services: Included in the above General Fund appropriation is \$1,635,900 in fiscal year 2024-2025 and \$1,664,700 in fiscal year 2025-2026 to support the continuation of mandatory services in the property valuation administrators' offices. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(3) Salary Increment: Notwithstanding KRS 132.590(3)(b), the increment provided on the base salary or wages of each eligible property valuation administrator shall be the same as that provided for eligible state employees in Part IV of this Act.

TOTAL - FINANCE AND ADMINISTRATION CABINET

	2023-24	2024-25	2025-26
General Fund (Tobacco)	-0-	23,716,900	17,033,700
General Fund	3,700,000	634,987,900	766,601,700
Restricted Funds	400,000	268,091,200	269,773,400
Federal Funds	-0-	1,851,500	1,851,500
TOTAL	4,100,000	928,647,500	1,055,260,300

G. HEALTH AND FAMILY SERVICES CABINET

Budget Units

1. GENERAL ADMINISTRATION AND PROGRAM SUPPORT

1		2024-25	2025-26
2	General Fund	15,443,300	13,684,700
3	Restricted Funds	79,418,200	79,988,000
4	Federal Funds	68,374,300	69,116,200
5	TOTAL	163,235,800	162,788,900

6 **(1) Human Service Transportation Delivery:** Notwithstanding KRS
7 281.010(27), the Kentucky Works Program shall not participate in the Human Service
8 Transportation Delivery Program or the Coordinated Transportation Advisory
9 Committee.

10 **(2) Federally Funded Positions:** Notwithstanding KRS 18A.010(2) and any
11 provisions of this Act to the contrary, direct service units of the Office of Inspector
12 General, Department for Income Support, Office for Children with Special Health Care
13 Needs, Department for Community Based Services, Department for Behavioral Health,
14 Developmental and Intellectual Disabilities, Family Resource Centers and Volunteer
15 Services, Department for Aging and Independent Living, and the Department for Public
16 Health shall be authorized to establish and fill such positions that are 100 percent
17 federally funded for salary and fringe benefits.

18 **(3) Special Olympics:** Included in the above General Fund appropriation is
19 \$150,000 in each fiscal year to support the operations of Special Olympics Kentucky.
20 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
21 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
22 shall be submitted pursuant to Part III, 24. of this Act.

23 **(4) Office of Medical Cannabis:** Included in the above appropriations is
24 \$5,215,000 in General Fund and \$2,906,200 in Restricted Funds in fiscal year 2024-2025
25 and \$5,154,600 in General Fund and \$1,986,200 in Restricted Funds in fiscal year 2025-
26 2026 to support staffing and operations of the Office of Medical Cannabis. No funds shall
27 become available until the Board of Physicians and Advisors, as defined in KRS

218B.020(2), finds there is a propensity of peer-reviewed, published research with sufficient evidence as to the efficacy of medical cannabis for the persistent reduction of symptoms of diseases and conditions. The Office shall utilize Restricted Funds to the fullest extent possible before expending the General Fund moneys. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(5) Long-Term Care Surveyor Contract: Included in the above Restricted Funds appropriation is \$1,000,000 in each fiscal year to support additional contracted services to conduct required certification surveys of Kentucky long-term care facilities. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

2. OFFICE FOR CHILDREN WITH SPECIAL HEALTH CARE NEEDS

	2024-25	2025-26
General Fund	7,689,600	7,916,500
Restricted Funds	9,499,900	9,580,500
Federal Funds	4,881,600	4,978,200
TOTAL	22,071,100	22,475,200

3. MEDICAID SERVICES

a. Medicaid Administration

	2024-25	2025-26
General Fund	67,047,400	77,182,900
Restricted Funds	31,580,200	31,819,000
Federal Funds	313,355,400	334,858,600
TOTAL	411,983,000	443,860,500

(1) Transfer of Excess Administrative Funds for Medicaid Benefits: If any portion of the above General Fund appropriation in either fiscal year is deemed to be in excess of the necessary expenses for administration of the Department for Medicaid

1 Services, the amount may be used for Medicaid Benefits in accordance with statutes
2 governing the functions and activities of the Department for Medicaid Services. In no
3 instance shall these excess funds be used without prior written approval of the State
4 Budget Director to:

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

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

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

24 **(3) Medicaid Information Technology Development:** Included in the above
25 appropriations is \$9,941,300 in General Fund and \$21,256,400 in Federal Funds in fiscal
26 year 2025-2026 to support information technology projects for claims administration and
27 federal, state, and regulatory reporting. Notwithstanding KRS 45.229, any portion of

General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(4) Federal Data Hub: Included in the above appropriation is \$3,600,000 in General Fund and \$10,800,000 in Federal Funds in each fiscal year to support income verification services provided by the federal data hub. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(5) Interim Restricted Funds Appropriation Increase: Notwithstanding KRS 48.630, Medicaid Administration may request an allotment of unbudgeted Restricted Funds appropriation not to exceed 10 percent per fiscal year.

b. Medicaid Benefits

	2023-24	2024-25	2025-26
General Fund	-0-	2,501,029,800	3,011,674,800
Restricted Funds	-0-	1,855,294,500	1,619,883,600
Federal Funds	1,096,152,800	14,747,533,400	15,468,151,600
TOTAL	1,096,152,800	19,103,857,700	20,099,710,000

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

1 **(2) Medicaid Benefits Budget Deficit:** If Medicaid Benefits expenditures are
2 projected to exceed available funds, the Secretary of the Cabinet for Health and Family
3 Services may recommend and implement that reimbursement rates, optional services,
4 eligibles, or programs be reduced or maintained at levels existing at the time of the
5 projected deficit in order to avoid a budget deficit. The projected deficit shall be
6 confirmed and approved by the Office of State Budget Director. No rate, service, eligible,
7 or program reductions shall be implemented by the Cabinet for Health and Family
8 Services without prior written notice of such action to the Interim Joint Committee on
9 Appropriations and Revenue and the State Budget Director. Such actions taken by the
10 Cabinet for Health and Family Services shall be reported, upon request, at the next
11 meeting of the Interim Joint Committee on Appropriations and Revenue.

12 **(3) Disproportionate Share Hospital (DSH) Program:** Hospitals shall report
13 the uncompensated care for which, under federal law, the hospital is eligible to receive
14 disproportionate share payments. Disproportionate share payments shall equal the
15 maximum amounts established under federal law.

16 **(4) Hospital Indigent Patient Billing:** Hospitals shall not bill patients for
17 services if the services have been reported to the Cabinet and the hospital has received
18 disproportionate share payments for the specific services.

19 **(5) Provider Tax Information:** Any provider who posts a sign or includes
20 information on customer receipts or any material distributed for public consumption
21 indicating that it has paid provider tax shall also post, in the same size typeset as the
22 provider tax information, the amount of payment received from the Department for
23 Medicaid Services during the same period the provider tax was paid. Providers who fail
24 to meet this requirement shall be excluded from the Disproportionate Share Hospital and
25 Medicaid Programs. The Cabinet for Health and Family Services shall include this
26 provision in facilities' annual licensure inspections.

27 **(6) Medicaid Budget Analysis Reports:** The Department for Medicaid Services

1 shall submit a quarterly budget analysis report to the Interim Joint Committee on
2 Appropriations and Revenue no later than 75 days after the end of the quarter. The report
3 shall provide monthly detail of actual expenditures, eligibles, and average monthly cost
4 per eligible by eligibility category along with current trailing 12-month averages for each
5 of these figures. The report shall also provide actual figures for all categories of
6 noneligible-specific expenditures such as Supplemental Medical Insurance premiums,
7 Kentucky Patient Access to Care, nonemergency transportation, drug rebates, cost
8 settlements, and Disproportionate Share Hospital payments by type of hospital. The
9 report shall compare the actual expenditure experience with those underlying the enacted
10 or revised enacted budget and explain any significant variances which may occur.

11 **(7) Medicaid Managed Care Organization Reporting:** Except as provided by
12 KRS 61.878, all records and correspondence relating to Kentucky Medicaid, revenues
13 derived from Kentucky Medicaid funds, and expenditures utilizing Kentucky Medicaid
14 funds of a Medicaid managed care company operating within the Commonwealth shall be
15 subject to the Kentucky Open Records Act, KRS 61.870 to 61.884. All records and
16 correspondence relating to Medicaid specifically prohibited from disclosure by the
17 federal Health Insurance Portability and Accountability Act privacy rules shall not be
18 provided under this Act.

19 No later than 60 days after the end of a quarter, each Medicaid managed care
20 company operating within the Commonwealth shall prepare and submit to the
21 Department for Medicaid Services sufficient information to allow the department to meet
22 the following requirements 90 days after the end of the quarter. The Department shall
23 forward to the Legislative Research Commission, Office of Budget Review, a quarterly
24 report detailing monthly actual expenditures by service category, monthly eligibles, and
25 average monthly cost per eligible for Medicaid and the Kentucky Children's Health
26 Insurance Program (KCHIP) along with current trailing 12-month averages for each of
27 these figures. The report shall also provide actual figures for other categories such as

1 pharmacy rebates and reinsurance. Finally, the Department shall include in this report the
2 most recent information or report available regarding the amount withheld to meet
3 Department of Insurance reserve requirements, and any distribution of moneys received
4 or retained in excess of these reserve requirements.

5 **(8) Critical Access Hospitals:** Beginning on the effective date of this Act
6 through June 30, 2026, no acute care hospital shall convert to a critical access hospital
7 unless the hospital has either received funding for a feasibility study from the Kentucky
8 Office of Rural Health or filed a written request by January 1, 2024, with the Kentucky
9 Office of Rural Health requesting funding for conducting a feasibility study.

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

20 **(10) Medicaid Prescription Benefits Reporting:** Notwithstanding KRS 205.647,
21 the Department for Medicaid Services shall submit a report to the Interim Joint
22 Committee on Appropriations and Revenue by December 1 of each fiscal year on the
23 dispensing of prescription medications to persons eligible under KRS 205.560. The report
24 shall include:

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

27 (b) The total amount of Medicaid dollars paid to the state pharmacy benefit

1 manager by a managed care organization which were not subsequently paid to a
2 pharmacy licensed in Kentucky;

3 (c) The average reimbursement by drug ingredient cost, dispensing fee, and any
4 other fee paid by the state pharmacy benefit manager to licensed pharmacies with which
5 the state pharmacy benefit manager shares common ownership, management, or control;
6 or which are owned, managed, or controlled by any of the state pharmacy benefit
7 manager's management companies, parent companies, subsidiary companies, jointly held
8 companies, or companies otherwise affiliated by a common owner, manager, or holding
9 company; or which share any common members on the board of directors; or which share
10 managers in common;

11 (d) The average reimbursement by drug ingredient cost, dispensing fee, or any
12 other fee paid by the state pharmacy benefit manager to pharmacies licensed in Kentucky
13 which operate 10 locations, 10 or fewer locations, or 10 or more locations; and

14 (e) All common ownership, management, common members of a board of
15 directors, shared managers, or control of the state pharmacy benefit manager, or any of
16 the state pharmacy benefit manager's management companies, parent companies,
17 subsidiary companies, jointly held companies, or companies otherwise affiliated by a
18 common owner, manager, or holding company with any managed care organization
19 contracted to administer Kentucky Medicaid benefits, any entity which contracts on
20 behalf of a pharmacy, or any pharmacy services administration organization, or any
21 common ownership management, common members of a board of directors, shared
22 managers, or control of a pharmacy services administration organization that is
23 contracted with the state pharmacy benefit manager, with any drug wholesaler or
24 distributor or any of the pharmacy services administration organizations, management
25 companies, parent companies, subsidiary companies, jointly held companies, or
26 companies otherwise affiliated by a common owner, common members of a board of
27 directors, manager, or holding company.

1 **(11) Kentucky Children's Health Insurance Program (KCHIP):** Included in the
2 above appropriations is \$142,829,200 in General Fund, \$400,000 in Restricted Funds,
3 and \$583,555,200 in Federal Funds in fiscal year 2024-2025 and \$151,221,300 in
4 General Fund, \$400,000 in Restricted Funds, and \$616,231,900 in Federal Funds in fiscal
5 year 2025-2026 to support the continuation of KCHIP services.

6 **(12) Medicaid Benefits Program Support:** Included in the above appropriations
7 is \$1,096,152,800 in Federal Funds in fiscal year 2023-2024, \$123,416,800 in Restricted
8 Funds and \$1,082,541,700 in Federal Funds in fiscal year 2024-2025, and \$394,598,900
9 in General Fund and \$1,725,765,200 in Federal Funds in fiscal year 2025-2026 to support
10 estimated program needs.

11 **(13) Michelle P. Waiver Slots:** Included in the above appropriations is \$3,621,500
12 in General Fund and \$9,116,800 in Federal Funds in fiscal year 2024-2025 to support 250
13 additional slots and \$10,864,500 in General Fund and \$27,350,300 in Federal Funds in
14 fiscal year 2025-2026 to support 500 additional slots for a total of 750 slots over the
15 2024-2026 fiscal biennium. Notwithstanding KRS 45.229, any portion of General Fund
16 not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account
17 (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

18 **(14) Supports for Community Living Waiver Slots:** Included in the above
19 appropriations is \$3,711,000 in General Fund and \$9,342,100 in Federal Funds in fiscal
20 year 2024-2025 to support 125 additional slots and \$11,132,900 in General Fund and
21 \$28,026,200 in Federal Funds in fiscal year 2025-2026 to support 250 additional slots for
22 a total of 375 slots over the 2024-2026 fiscal biennium. Notwithstanding KRS 45.229,
23 any portion of General Fund not expended for this purpose shall lapse to the Budget
24 Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
25 pursuant to Part III, 24. of this Act.

26 **(15) Home and Community Based Services Waiver Slots:** Included in the above
27 appropriations is \$2,405,600 in General Fund and \$6,055,900 in Federal Funds in fiscal

1 year 2024-2025 to support 250 additional slots and \$7,216,800 in General Fund and
2 \$18,167,700 in Federal Funds in fiscal year 2025-2026 to support 500 additional slots for
3 a total of 750 slots over the 2024-2026 fiscal biennium. Notwithstanding KRS 45.229,
4 any portion of General Fund not expended for this purpose shall lapse to the Budget
5 Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
6 pursuant to Part III, 24. of this Act.

7 **(16) Acquired Brain Injury - Long Term Care Waiver Slots:** Included in the
8 above appropriations is \$729,800 in General Fund and \$1,837,200 in Federal Funds in
9 fiscal year 2024-2025 to support 25 additional slots and \$1,463,200 in General Fund and
10 \$3,670,800 in Federal Funds in fiscal year 2025-2026 to support 25 additional slots for a
11 total of 50 slots over the 2024-2026 fiscal biennium. Notwithstanding KRS 45.229, any
12 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
13 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part
14 III, 24. of this Act.

15 **(17) Nursing Facility Reimbursement Rates:** Included in the above
16 appropriations is \$62,546,000 in General Fund and \$157,454,000 in Federal Funds in
17 fiscal year 2024-2025 and \$66,975,000 in General Fund and \$168,025,000 in Federal
18 Funds in fiscal year 2025-2026 to support an increase and rebasing of nursing facility
19 reimbursement rates effective July 1, 2024, to reflect actual facility costs.
20 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
21 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
22 shall be submitted pursuant to Part III, 24. of this Act.

23 **(18) Serious Mental Illness Waiver:** Included in the above appropriations is
24 \$4,307,100 in Restricted Funds and \$10,842,900 in Federal Funds in fiscal year 2024-
25 2025 and \$4,626,300 in Restricted Funds and \$11,606,300 in Federal Funds in fiscal year
26 2025-2026 to implement a Section 1115 demonstration waiver to provide services to
27 Medicaid eligible individuals with a serious mental illness. Mandated reports shall be

1 submitted pursuant to Part III, 24. of this Act.

2 **(19) Substance Use Disorder Waiver:** Included in the above appropriations is
3 \$11,341,400 in Restricted Funds and \$28,550,900 in Federal Funds in fiscal year 2024-
4 2025 and \$13,041,200 in Restricted Funds and \$32,717,300 in Federal Funds in fiscal
5 year 2025-2026 to implement a Section 1115 demonstration waiver to provide services to
6 Medicaid eligible individuals with substance use disorders. Mandated reports shall be
7 submitted pursuant to Part III, 24. of this Act.

8 **(20) Waiver Rate Study Implementation:** Included in the above appropriations is
9 \$47,051,700 in General Fund and \$118,448,300 in Federal Funds in fiscal year 2024-
10 2025 and \$47,167,500 in General Fund and \$118,332,500 in Federal Funds in fiscal year
11 2025-2026 to update and increase the benchmark reimbursement rates for the Medicaid
12 Section 1915(c) Home and Community Based Services waivers. If the Acquired Brain
13 Injury (ABI), Acquired Brain Injury Long Term Care (ABI-LTC), Home and Community
14 Based (HCB), Model II Waiver (MIIW), Supports for Community Living (SCL), or the
15 Michelle P. waiver programs experience a material change in funding based upon a new
16 or amended waiver that is approved by the Centers for Medicare and Medicaid Services,
17 the Department for Medicaid Services may adjust the upper payment limit amount for an
18 ABI, ABI-LTC, HCB, MIIW, SCL, or Michelle P. waiver service as long as the upper
19 payment limit for each service is not less than the upper payment limit in effect on
20 January 1, 2024. Notwithstanding KRS 45.229, any portion of General Fund not
21 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS
22 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

23 **(21) HCBS for Individuals with Serious Mental Illness and Substance Use**
24 **Disorder:** Included in the above appropriations is \$36,500,500 in General Fund and
25 \$91,886,900 in Federal Funds in fiscal year 2024-2025 and \$36,590,400 in General Fund
26 and \$91,797,000 in Federal Funds in fiscal year 2025-2026 to provide home and
27 community based services for Medicaid eligible individuals with serious mental illness

1 and substance use disorder. Notwithstanding KRS 45.229, any portion of General Fund
2 not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account
3 (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

4 **(22) Child Specific Waiver:** Included in the above appropriations is \$4,201,900 in
5 General Fund and \$10,541,600 in Federal Funds in fiscal year 2025-2026 to develop a
6 HCBS Section 1915(c) waiver for children ages 0-21 with severe emotional disabilities,
7 autism spectrum disorder, and intellectual disabilities and related conditions.
8 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
9 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
10 shall be submitted pursuant to Part III, 24. of this Act.

11 **(23) Incarceration Waiver:** Included in the above appropriations is \$10,649,100
12 in Restricted Funds and \$26,808,100 in Federal Funds in fiscal year 2024-2025 and
13 \$10,962,800 in Restricted Funds and \$27,503,100 in Federal Funds in fiscal year 2025-
14 2026 to develop a Section 1115 demonstration waiver to enhance and expand substance
15 use disorder treatment services to Medicaid eligible incarcerated individuals returning to
16 the community. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

17 **(24) Personal Needs Allowance:** Included in the above General Fund
18 appropriation is \$3,775,000 in each fiscal year to increase the Personal Needs Allowance
19 from \$40 to \$60 per month effective July 1, 2024. Notwithstanding KRS 45.229, any
20 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
21 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part
22 III, 24. of this Act.

23 **(25) Interim Restricted Funds Appropriation Increase:** Notwithstanding KRS
24 48.630, Medicaid Benefits may request an allotment of unbudgeted Restricted Funds
25 appropriation not to exceed 10 percent per fiscal year.

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

1 **(27) 1915(c) Home and Community Based Services (HCBS) Waivers Wait List**

2 **Management Assessment:** The General Assembly recognizes the vital role of waiver
3 services in the daily lives of Kentuckians in home and community based settings and the
4 importance of an efficient and effective system for the delivery of those services. The
5 Department for Medicaid Services shall conduct an analysis and assessment of the wait
6 lists for all of the Kentucky Medicaid 1915(c) HCBS waiver programs. For each of the
7 waiver programs the assessment shall include:

- 8 (a) The current eligibility criteria for the waiver program;
- 9 (b) A description of the process for an individual to be assessed for a waiver
10 program;
- 11 (c) A description of the method used to determine the level of priority for
12 receiving services for an individual on the wait list;
- 13 (d) The number of current waiver participants;
- 14 (e) The number, demographics, and eligibility category of individuals on the wait
15 list;
- 16 (f) The acuity level of individuals on the wait list;
- 17 (g) The level of care and services needed by individuals on the wait list;
- 18 (h) The average cost of waiver services provided;
- 19 (i) The date of entry and length of time on the wait list; and
- 20 (j) The number of applicants on the wait list for more than one waiver program
21 as can most accurately be determined.

22 The results and findings from the assessment and recommendations to achieve a
23 more efficient and effective management of the Kentucky 1915(c) HCBS waiver
24 programs wait lists shall be reported to the Interim Joint Committees on Appropriations
25 and Revenue and Health Services by October 1, 2024.

26 **(28) Medicaid Reimbursement Rebasing Efforts:** The General Assembly
27 recognizes the need to assure that the Kentucky Medicaid program has sufficient

resources, including providers, to deliver Medicaid services. To that end, included in the above General Fund appropriation is \$25,000,000 in fiscal year 2025-2026 to support Medicaid reimbursement rebasing efforts contingent on the approval by the General Assembly of a comprehensive proposal to rebase Medicaid reimbursement rates. The proposal shall be developed and presented to the Interim Joint Committee on Appropriations and Revenue by December 1, 2024. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

TOTAL - MEDICAID SERVICES

	2023-24	2024-25	2025-26
General Fund	-0-	2,568,077,200	3,088,857,700
Restricted Funds	-0-	1,886,874,700	1,651,702,600
Federal Funds	1,096,152,800	15,060,888,800	15,803,010,200
TOTAL	1,096,152,800	19,515,840,700	20,543,570,500

4. BEHAVIORAL HEALTH, DEVELOPMENTAL AND INTELLECTUAL DISABILITIES

	2023-24	2024-25	2025-26
General Fund (Tobacco)	-0-	1,300,000	1,300,000
General Fund	-0-	190,981,100	196,300,900
Restricted Funds	13,000,000	245,931,800	246,283,700
Federal Funds	-0-	98,660,800	98,895,200
TOTAL	13,000,000	536,873,700	542,779,800

(1) Disproportionate Share Hospital Funds: Pursuant to KRS 205.640(3)(a)2., mental health disproportionate share funds are budgeted at the maximum amounts permitted by Section 1923(h) of the Social Security Act. Upon publication in the Federal Register of the Annual Institutions for Mental Disease (IMD) Disproportionate Share Hospital (DSH) limit, 92.3 percent of the federal IMD DSH limit goes to the state-

1 operated mental hospitals. If there are remaining funds within the psychiatric pool after
2 all private psychiatric hospitals reach their hospital-specific DSH limit, state mental
3 hospitals may exceed the 92.3 percent limit but may not exceed their hospital-specific
4 DSH limit.

5 **(2) Lease Payments for Eastern State Hospital:** Included in the above General
6 Fund appropriation is \$9,808,200 in fiscal year 2024-2025 and \$9,810,800 in fiscal year
7 2025-2026 to make lease payments to the Lexington-Fayette Urban County Government
8 to retire its debt for the construction of the new facility.

9 **(3) Tobacco Settlement Funds:** Included in the above General Fund (Tobacco)
10 appropriation is \$1,300,000 in each fiscal year for substance abuse prevention and
11 treatment for pregnant women with a history of substance abuse problems. Mandated
12 reports shall be submitted pursuant to Part III, 24. of this Act.

13 **(4) Debt Service:** Included in the above General Fund appropriation is
14 \$3,404,000 in fiscal year 2024-2025 and \$6,808,000 in fiscal year 2025-2026 for new
15 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
16 Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
17 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated
18 reports shall be submitted pursuant to Part III, 24. of this Act.

19 **(5) The Healing Place:** Included in the above General Fund appropriation is
20 \$900,000 in each fiscal year to support direct services to clients provided by The Healing
21 Place. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
22 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated
23 reports shall be submitted pursuant to Part III, 24. of this Act.

24 **(6) Appalachian Regional Hospital:** Included in the above General Fund
25 appropriation is \$14,600,000 in each fiscal year to support contracted inpatient
26 psychiatric services provided within Hospital District IV under KRS 210.300. The
27 Secretary of the Cabinet for Health and Family Services shall provide a report on total

1 expenditures by fund source and program area for fiscal year 2024-2025 and estimated
2 funding required for a continuation of services in fiscal year 2025-2026 to the Interim
3 Joint Committees on Health Services and Appropriations and Revenue by September 1,
4 2025. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
5 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

6 **(7) Substance Abuse Funding Report:** The Department for Behavioral Health,
7 Developmental and Intellectual Disabilities shall compile for each fiscal year a report on
8 the funding received by the Cabinet for Health and Family Services to provide substance
9 abuse prevention, treatment, and recovery services in the Commonwealth. The report
10 shall include the amount, source, and duration of the funding, the purpose of the funding,
11 the number of individuals served, and any available information on outcomes
12 demonstrated as a result of the funding provided for substance abuse prevention,
13 treatment, and recovery services. The report shall be submitted to the Legislative
14 Research Commission, Office of Budget Review, by September 1 of each fiscal year.

15 **(8) Residential Facilities Services:** Included in the above Restricted Funds
16 appropriation is \$13,000,000 in fiscal year 2023-2024, \$16,264,600 in fiscal year 2024-
17 2025, and \$16,264,600 in fiscal year 2025-2026 to support increased costs related to
18 staffing and an increased patient census in state run psychiatric and ICF/IID facilities.
19 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

20 **(9) Tim's Law Pilot Program Expansion:** Included in the above General Fund
21 appropriation is \$2,500,000 in fiscal year 2024-2025 and \$3,000,000 in fiscal year 2025-
22 2026 to support expansion of a pilot program for individuals with severe mental illness to
23 additional locations to ensure statewide access to services offered through the pilot
24 program. Notwithstanding KRS 45.229, any portion of General Fund not expended for
25 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
26 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

27 **(10) Lee Specialty Clinic:** Included in the above General Fund appropriation is an

1 additional \$750,000 in each fiscal year to support specialty medical services for
 2 individuals with moderate developmental and intellectual disabilities living in residential
 3 and community settings. Notwithstanding KRS 45.229, any portion of General Fund not
 4 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS
 5 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

6 **5. PUBLIC HEALTH**

7		2023-24	2024-25	2025-26
8	General Fund (Tobacco)	-0-	10,103,300	10,580,000
9	General Fund	-0-	81,462,200	83,563,800
10	Restricted Funds	6,000,000	113,033,400	117,473,900
11	Federal Funds	-0-	267,950,700	268,636,400
12	TOTAL	6,000,000	472,549,600	480,254,100

13 **(1) Tobacco Settlement Funds:** Included in the above General Fund (Tobacco)
 14 appropriation is \$5,634,000 in fiscal year 2024-2025 and \$5,980,000 in fiscal year 2025-
 15 2026 for the Health Access Nurturing Development Services (HANDS) Program,
 16 \$700,000 in each fiscal year for the Healthy Start Initiatives, \$700,000 in each fiscal year
 17 for Early Childhood Mental Health, \$700,000 in each fiscal year for Early Childhood
 18 Oral Health, \$500,000 in each fiscal year for the Lung Cancer Screening Program, and
 19 \$1,869,300 in fiscal year 2024-2025 and \$2,000,000 in fiscal year 2025-2026 for
 20 Smoking Cessation. Mandated reports shall be submitted pursuant to Part III, 24. of this
 21 Act.

22 **(2) Local and District Health Department Fees:** Notwithstanding KRS 211.170
 23 and 211.186, local and district health departments shall retain 90 percent of the fees
 24 collected for delivering foundational public health program services to fund the costs of
 25 operations, services, and the employer contributions for the Kentucky Employees
 26 Retirement System.

27 **(3) Kentucky Poison Control Center:** Included in the above General Fund

1 appropriation is \$750,000 in each fiscal year to support the Kentucky Poison Control
2 Center. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
3 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated
4 reports shall be submitted pursuant to Part III, 24. of this Act.

5 **(4) Kentucky Colon Cancer Screening Program:** Included in the above
6 General Fund appropriation is \$500,000 in each fiscal year to support the Kentucky
7 Colon Cancer Screening Program. Notwithstanding KRS 45.229, any portion of General
8 Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
9 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
10 this Act.

11 **(5) Kentucky Pediatric Cancer Research Trust Fund:** Included in the above
12 General Fund appropriation is \$5,000,000 in each fiscal year to the Kentucky Pediatric
13 Cancer Research Trust Fund for general pediatric cancer research and support of
14 expansion of clinical trials at the University of Kentucky and the University of Louisville.
15 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
16 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
17 shall be submitted pursuant to Part III, 24. of this Act.

18 **(6) Folic Acid Program:** General Fund (Tobacco) continuing appropriation
19 reserves allotted to the Folic Acid Program shall be utilized by the Department for Public
20 Health during the 2024-2026 fiscal biennium to continue the Folic Acid Program.
21 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

22 **(7) Public Health Transformation:** Included in the above General Fund
23 appropriation is \$20,021,400 in fiscal year 2024-2025 and \$21,022,500 in fiscal year
24 2025-2026 to support the costs of workforce and operations for the local health
25 departments. Notwithstanding KRS 45.229, any portion of General Fund not expended
26 for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
27 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

1 **(8) Lung Cancer Screening MCO:** Each Medicaid Managed Care Organization
2 that has a participating contract with the Commonwealth for the next contract renewal
3 cycle shall provide services for lung cancer screenings, which may include genetic
4 prescreen testing.

5 **(9) Environmental Health Programs:** Included in the above Restricted Funds
6 appropriation is \$767,500 in fiscal year 2024-2025 and \$884,300 in fiscal year 2025-2026
7 to support an increase in environmental health program services. Mandated reports shall
8 be submitted pursuant to Part III, 24. of this Act.

9 **(10) HIV Pharmaceuticals:** Included in the above Restricted Funds appropriation
10 is \$6,000,000 in fiscal year 2023-2024, \$10,000,000 in fiscal year 2024-2025, and
11 \$14,000,000 in fiscal year 2025-2026 to support increased pharmacy costs in the Ryan
12 White Program. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

13 **(11) Central Laboratory Expansion:** The Cabinet for Health and Family
14 Services shall submit a yearly report detailing the progress of the Central Laboratory
15 Expansion as set forth in Part II, Capital Projects Budget, of this Act. The report shall
16 include but not be limited to the targeted and achieved milestones, expenditures incurred,
17 challenges encountered, and mitigation strategies implemented. The report shall be
18 submitted to the Interim Joint Committee on Appropriations and Revenue with the first
19 report due July 1, 2025.

20 **(12) Debt Service:** Included in the above General Fund appropriation is
21 \$1,468,500 in fiscal year 2024-2025 and \$2,937,000 in fiscal year 2025-2026 for new
22 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
23 Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
24 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

25 **(13) Area Health Education Centers:** Included in the above General Fund
26 appropriation is \$2,500,000 in each fiscal year to support the operations of the
27 Commonwealth's eight regional Area Health Education Centers. Notwithstanding KRS

45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(14) Kentucky Early Intervention System (KEIS): The KEIS program plays a vital role in supporting the development of young children with disabilities. To ensure the program's continued effectiveness, the Department of Public Health shall conduct a feasibility study on the various coaching models used in the program. The study shall at a minimum identify the existing coaching models, identify the alternative coaching models, assess the feasibility and cost implications of implementing alternative coaching models, and provide recommendations. The study shall be submitted to the Interim Joint Committee on Health Services by December 1, 2024.

6. FAMILY RESOURCE CENTERS AND VOLUNTEER SERVICES

	2024-25	2025-26
General Fund	26,578,200	26,626,200
Federal Funds	19,731,200	19,754,100
TOTAL	46,309,400	46,380,300

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

(2) Additional Centers: Included in the above General Fund appropriation is \$3,950,000 in each fiscal year to support the operations of additional centers that currently serve more than one school. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

7. INCOME SUPPORT

	2024-25	2025-26
General Fund	13,616,600	13,616,600
Restricted Funds	17,703,400	17,822,000
Federal Funds	102,357,700	103,694,200
TOTAL	133,677,700	135,132,800

(1) Child Support Enforcement Contract Increase: Included in the above appropriations is \$884,000 in Restricted Funds and \$1,716,000 in Federal Funds in each fiscal year to support increases in customer service contracts to reduce wait times. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(2) Kentucky Child Support Enforcement System (KASES): The provisions of 2023 Ky. Acts ch. 124 transfer the Child Support Enforcement Program from the Cabinet for Health and Family Services to the Office of the Attorney General effective July 1, 2025, and 2022 Ky. Acts ch. 199, Part II, G., 5., 001. authorizes an upgrade to the KASES system. During the transition period which begins July 1, 2024, both the Cabinet and the Attorney General shall work collaboratively regarding modifications to the KASES system. All modifications shall be approved by the Attorney General prior to any work completed by the Cabinet.

8. COMMUNITY BASED SERVICES

	2024-25	2025-26
General Fund (Tobacco)	11,800,000	11,500,000
General Fund	726,121,100	726,960,600
Restricted Funds	226,383,300	230,755,100
Federal Funds	794,424,100	788,837,800
TOTAL	1,758,728,500	1,758,053,500

(1) Tobacco Settlement Funds: Included in the above General Fund (Tobacco) appropriation is \$9,800,000 in fiscal year 2024-2025 and \$9,500,000 in fiscal year 2025-2026 for the Early Childhood Development Program and \$2,000,000 in each fiscal year

1 for the Early Childhood Adoption and Foster Care Supports Program. Mandated reports
2 shall be submitted pursuant to Part III, 24. of this Act.

3 **(2) Fostering Success:** Included in the above General Fund appropriation is
4 \$500,000 in each fiscal year to support the Fostering Success Program. Notwithstanding
5 KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the
6 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
7 pursuant to Part III, 24. of this Act.

8 **(3) Relative Placement Support Benefit:** Included in the above General Fund
9 appropriation is \$1,000,000 in each fiscal year for start-up costs associated with placing
10 children with nonparental relatives. Notwithstanding KRS 45.229, any portion of General
11 Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
12 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
13 this Act.

14 **(4) Dually Licensed Pediatric Facilities:** Included in the above General Fund
15 appropriation is \$550,000 in each fiscal year to provide supplemental payments to dually
16 licensed pediatric facilities for emergency shelter services for children. Notwithstanding
17 KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the
18 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
19 pursuant to Part III, 24. of this Act.

20 **(5) Child Care Assistance Program:** Included in the above General Fund
21 appropriation is \$10,600,000 in each fiscal year to provide services to families at or
22 below 160 percent of the federal poverty level as determined annually by the U.S.
23 Department of Health and Human Services. Notwithstanding KRS 45.229, any portion of
24 General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
25 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
26 this Act.

27 **(6) Family Counseling and Trauma Remediation:** Included in the above

1 General Fund appropriation is \$50,000 in each fiscal year to provide forensic interviews,
2 family counseling, and trauma remediation services primarily in Jefferson County and
3 surrounding Kentucky counties. Notwithstanding KRS 45.229, any portion of General
4 Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
5 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
6 this Act.

7 **(7) Family Scholar House:** Included in the above General Fund appropriation is
8 \$1,000,000 in each fiscal year to support the operations of the Family Scholar House.
9 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
10 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
11 shall be submitted pursuant to Part III, 24. of this Act.

12 **(8) Personal Care Homes:** Included in the above General Fund appropriation is
13 \$12,000,000 in each fiscal year to support reimbursements provided to personal care
14 homes. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
15 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated
16 reports shall be submitted pursuant to Part III, 24. of this Act.

17 **(9) Children's Services Contractors:** Notwithstanding KRS Chapter 45A, no
18 contracts awarded for the use and benefit of the Department for Community Based
19 Services shall interfere with the contractor's freedom of religion as set forth in KRS
20 446.350. Any such contracts shall contain a provision allowing a contractor to allow a
21 substitute contractor who is also licensed or approved by the Cabinet to deliver the
22 contracted services if the contractor cannot perform a contracted service because of
23 sincerely held religious beliefs as outlined in KRS 446.350.

24 **(10) Additional Social Service Workers:** Included in the above appropriations is
25 \$3,210,000 in Restricted Funds and \$1,800,000 in Federal Funds in fiscal year 2024-2025
26 to support an additional 50 Social Service Worker positions and \$6,420,000 in Restricted
27 Funds and \$3,600,000 in Federal Funds in fiscal year 2025-2026 to support an additional

1 50 Social Service Worker positions for a total of 100 Social Service Worker positions
2 over the 2024-2026 fiscal biennium. The Cabinet for Health and Family Services shall
3 submit a quarterly report containing the number of Social Service Worker, Social Service
4 Clinician, Social Service Specialist, and Family Services Office Supervisor filled
5 positions to the Interim Joint Committee on Appropriations and Revenue, with the first
6 report due November 1, 2024.

7 **(11) Victims Advocacy Programs:** Included in the above General Fund
8 appropriation is \$5,500,000 for the Children's Advocacy Centers, \$6,000,000 for the
9 Domestic Violence Shelters, and \$2,000,000 for the Rape Crisis Centers in each fiscal
10 year to support operational costs. Notwithstanding KRS 45.229, any portion of General
11 Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
12 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
13 this Act.

14 **(12) Seven Counties Services - Family Recovery Court:** Included in the above
15 General Fund appropriation is \$375,000 in each fiscal year to support the operations of
16 the Seven Counties Services through the Jefferson County Family Recovery Court to
17 assist families involved with the child welfare system. Notwithstanding KRS 45.229, any
18 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
19 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part
20 III, 24. of this Act.

21 **(13) Maryhurst:** Included in the above General Fund appropriation is \$1,350,000
22 in each fiscal year to provide a reimbursement rate increase for children in the 5
23 Specialized Program. Included in the above General Fund appropriation is an additional
24 one-time allocation of \$775,000 in each fiscal year to support facility improvements.
25 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
26 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
27 shall be submitted pursuant to Part III, 24. of this Act.

1 **(14) Foster Care Independent Living:** Included in the above General Fund
2 appropriation is \$2,000,000 in each fiscal year for independent living supports to children
3 aging out of the foster care system. Notwithstanding KRS 45.229, any portion of General
4 Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
5 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
6 this Act.

7 **(15) Employee Child Care Assistance Partnership:** Included in the above
8 General Fund appropriation is \$2,000,000 in each fiscal year to support the Employee
9 Child Care Assistance Partnership for matching contributions. There shall be a two
10 percent cap on administrative costs for the oversight of this program. Notwithstanding
11 KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the
12 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
13 pursuant to Part III, 24. of this Act.

14 **(16) Foster Home Rate Equity:** Included in the above appropriations is
15 \$10,600,000 in Restricted Funds and \$2,400,000 in Federal Funds in each fiscal year to
16 support an increase in the DCBS foster care rate per diem and to align the rates to be
17 more equitable with the Private Child Caring and Private Child Placing agency rate per
18 diems. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

19 **(17) Relative Caregiver Rate Increase:** Included in the above appropriations is
20 \$3,000,000 in General Fund, \$2,000,000 in Restricted Funds, and \$3,000,000 in Federal
21 Funds in fiscal year 2024-2025 and \$6,000,000 in General Fund, \$2,000,000 in Restricted
22 Funds, and \$3,000,000 in Federal Funds in fiscal year 2025-2026 to support an increase
23 in rates provided to relative caregivers. Notwithstanding KRS 45.229, any portion of
24 General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
25 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
26 this Act.

27 **(18) Summer EBT:** Included in the above appropriation is \$1,500,000 in

1 Restricted Funds and \$1,500,000 in Federal Funds in each fiscal year to support the
2 administrative match for the summer EBT program. Mandated reports shall be submitted
3 pursuant to Part III, 24. of this Act.

4 **(19) Child Care Provider Reimbursement Rate Increase:** Included in the above
5 appropriations is \$21,000,000 in General Fund and \$7,000,000 in Federal Funds in fiscal
6 year 2024-2025 and \$28,000,000 in General Fund in fiscal year 2025-2026 to maintain
7 reimbursements to child care providers for CCAP families at the 80th percentile of the
8 Market Rate Survey. The Department shall utilize the American Rescue Plan Act Child
9 Care Development Fund remaining balance to the fullest extent possible and shall expend
10 any additional federal funds that become available before expending the General Fund
11 moneys. Notwithstanding KRS 45.229, any portion of General Fund not expended for
12 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
13 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

14 **(20) Child Care Assistance Program (CCAP) Initiatives:** Included in the above
15 appropriations is \$12,750,000 in General Fund and \$5,050,000 in Federal Funds in fiscal
16 year 2024-2025 and \$18,500,000 in General Fund and \$1,300,000 in Federal Funds in
17 fiscal year 2025-2026 to support the CCAP program. The Department shall utilize the
18 American Rescue Plan Act Child Care Development Fund remaining balance to the
19 fullest extent possible and shall expend any additional Federal Funds that become
20 available before expending the General Fund moneys. Notwithstanding KRS 45.229, any
21 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
22 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part
23 III, 24. of this Act.

24 The appropriations shall be allocated to the individual programs as follows:

25 (a) \$11,250,000 in General Fund and \$3,750,000 in Federal Funds in fiscal year
26 2024-2025 and \$15,000,000 in General Fund in fiscal year 2025-2026 to support an
27 income exclusion from eligibility determinations for child care providers;

1 (b) \$1,500,000 in General Fund in each fiscal year to support a six-month
2 transition for families no longer eligible for CCAP benefits;

3 (c) \$1,300,000 in Federal Funds in each fiscal year to cover the cost of fees for
4 child care providers for all mandatory background checks; and

5 (d) \$2,000,000 in General Fund in fiscal year 2025-2026 to establish an
6 Innovations in Early Childhood Education Delivery Grant Program. The allocation set
7 out in this paragraph shall be contingent on submission by the Department for
8 Community Based Services and approval by the General Assembly of the grant funding
9 plan.

10 **(21) Holly Hill Child and Family Solutions:** Included in the above General Fund
11 appropriation is a one-time allocation of \$6,500,000 in fiscal year 2024-2025 to support
12 an infrastructure modernization program. Notwithstanding KRS 45.229, any portion of
13 General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
14 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
15 this Act.

16 **(22) Volunteers of America - Family Recovery Court:** Included in the above
17 General Fund appropriation is \$500,000 in each fiscal year to support the operations of
18 the Volunteers of America - Family Recovery Court. Notwithstanding KRS 45.229, any
19 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
20 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part
21 III, 24. of this Act.

22 **(23) Victims of Crime Act Support:** Notwithstanding KRS 141.020(2)(a)2.,
23 included in the above General Fund appropriation is a one-time allocation of \$5,100,000
24 for Children's Advocacy Centers, a one-time allocation of \$7,100,000 to Domestic
25 Violence Shelters, and a one-time allocation of \$5,700,000 to Rape Crisis Centers in
26 fiscal year 2024-2025 to offset reduced Victims of Crime Act funding. These allocations
27 shall not be identified as GF appropriations when certifying the reduction conditions

pursuant to KRS 141.020(2)(a)5. and (d)2. to 5. Notwithstanding KRS 45.229, any portion of these funds that have not been expended by the end of fiscal year 2024-2025 shall not lapse and shall carry forward into fiscal year 2025-2026. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(24) Early Childhood Development Scholarship Program: Included in the above General Fund appropriation is \$2,500,000 in each fiscal year to support the Early Childhood Development Scholarship Program. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

9. AGING AND INDEPENDENT LIVING

	2024-25	2025-26
General Fund	59,230,400	59,801,300
Restricted Funds	4,137,100	4,169,500
Federal Funds	44,581,200	44,750,500
TOTAL	107,948,700	108,721,300

(1) Local Match Requirements: Notwithstanding KRS 205.460, entities contracting with the Cabinet for Health and Family Services to provide essential services under KRS 205.455 and 205.460 shall provide local match equal to or greater than the amount in effect during fiscal year 2023-2024. Local match may include any combination of materials, commodities, transportation, office space, personal services, or other types of facility services or funds. The Secretary of the Cabinet for Health and Family Services shall prescribe the procedures to certify the local match compliance.

(2) Expansion of Senior Meals: Included in the above General Fund appropriation is \$10,000,000 in each fiscal year to support the expansion of meals to senior citizens in the community. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund

1 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
2 this Act.

3 **(3) Additional Staff Positions:** Included in the above Restricted Funds
4 appropriation is \$793,100 in each fiscal year for additional staff positions to support
5 training and compliance efforts. Mandated reports shall be submitted pursuant to Part III,
6 24. of this Act.

7 **(4) Office of Dementia Services and State Long-Term Care Ombudsman**
8 **Program:** Included in the above appropriations is \$1,050,300 in General Fund and
9 \$394,300 in Restricted Funds in each fiscal year to support staffing and operations in the
10 Office of Dementia Services and the State Long-Term Care Ombudsman Program.
11 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
12 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
13 shall be submitted pursuant to Part III, 24. of this Act.

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

15		2023-24	2024-25	2025-26
16	General Fund (Tobacco)	-0-	23,203,300	23,380,000
17	General Fund	-0-	3,689,199,700	4,217,328,300
18	Restricted Funds	19,000,000	2,582,981,800	2,357,775,300
19	Federal Funds	1,096,152,800	16,461,850,400	17,201,672,800
20	TOTAL	1,115,152,800	22,757,235,200	23,800,156,400

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

22 **Budget Units**

23 **1. JUSTICE ADMINISTRATION**

24		2024-25	2025-26
25	General Fund (Tobacco)	3,037,500	3,250,000
26	General Fund	50,548,700	50,889,300
27	Restricted Funds	3,661,100	3,587,200

1	Federal Funds	46,152,600	41,216,200
2	TOTAL	103,399,900	98,942,700

3 **(1) Operation UNITE:** (a) Included in the above General Fund appropriation
 4 is \$1,500,000 in each fiscal year for the Operation UNITE Program. Notwithstanding
 5 KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the
 6 Budget Reserve Trust Fund Account (KRS 48.705).

7 (b) For the periods ending June 30, 2024, and June 30, 2025, the Secretary of the
 8 Justice and Public Safety Cabinet, in coordination with the Chief Executive Officer of
 9 Operation UNITE, shall prepare reports detailing for what purpose and function the funds
 10 were utilized. The reports shall be submitted to the Interim Joint Committee on
 11 Appropriations and Revenue by September 1 of each fiscal year.

12 **(2) Office of Drug Control Policy:** Included in the above General Fund
 13 (Tobacco) appropriation is \$2,804,000 in fiscal year 2024-2025 and \$3,000,000 in fiscal
 14 year 2025-2026 for the Office of Drug Control Policy. Mandated reports shall be
 15 submitted pursuant to Part III, 24. of this Act.

16 **(3) Access to Justice:** Included in the above General Fund appropriation is
 17 \$500,000 in each fiscal year to support the Access to Justice Program. Notwithstanding
 18 KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the
 19 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
 20 pursuant to Part III, 24. of this Act.

21 **(4) Court-Appointed Special Advocate Funding:** (a) Included in the above
 22 General Fund appropriation is \$3,000,000 in each fiscal year for grants to support Court-
 23 Appointed Special Advocate (CASA) funding programs. Notwithstanding KRS 45.229,
 24 any portion of General Fund not expended for this purpose shall lapse to the Budget
 25 Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
 26 pursuant to Part III, 24. of this Act.

27 (b) No administrative costs shall be paid from the appropriation provided in

1 paragraph (a) of this subsection.

2 **(5) Restorative Justice:** Included in the above General Fund (Tobacco)
3 appropriation is \$233,500 in fiscal year 2024-2025 and \$250,000 in fiscal year 2025-2026
4 to support the Restorative Justice Program administered by the Volunteers of America.
5 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

6 **(6) Substance Abuse Treatment Programs:** The Secretary of the Justice and
7 Public Safety Cabinet shall compile for each fiscal year a report on funding received by
8 the Cabinet to provide substance abuse treatment, prevention, and recovery programs in
9 the Commonwealth. The report shall include the amount, source, and duration of the
10 funding, the purpose of the funding, the number of individuals served, and any available
11 information on program outcomes. The Secretary shall submit the report to the Interim
12 Joint Committee on Appropriations and Revenue by September 1 of each year.

13 **(7) Volunteers of America - Freedom House:** Included in the above General
14 Fund appropriation is \$5,000,000 in each fiscal year to support the Freedom House
15 administered by Volunteers of America. Included in the above General Fund
16 appropriation is \$250,000 in each fiscal year to support the Lincoln County Family
17 Recovery Court to assist families involved with the child welfare system.
18 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
19 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
20 shall be submitted pursuant to Part III, 24. of this Act.

21 **(8) Child Fatality Review Panel:** Included in the above General Fund
22 appropriation is \$594,100 in fiscal year 2024-2025 and \$592,900 in fiscal year 2025-2026
23 to support the operations of the Child Fatality and Near Fatality External Review Panel.
24 Included in the above General Fund appropriation is an additional \$200,000 in fiscal year
25 2024-2025 for a new case management system. Notwithstanding KRS 45.229, any
26 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
27 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part

1 III, 24. of this Act.

2 **(9) Northern Kentucky Regional Medical Examiners Office:** Notwithstanding
3 KRS 45.229, any unexpended funds from the \$1,800,000 authorized in 2022 Ky. Acts ch.
4 199, Part I, H., 1., (11) to reestablish the Northern Kentucky Regional Medical
5 Examiners Office shall not lapse and shall carry forward.

6 **(10) Violence Against Women Act Grant State Match:** Included in the above
7 General Fund appropriation is \$84,000 in fiscal year 2024-2025 and \$86,000 in fiscal
8 year 2025-2026 to support the state match requirement for the Violence Against Women
9 Act federal grant. Notwithstanding KRS 45.229, any portion of General Fund not
10 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS
11 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

12 **(11) Rocket Docket Program:** Notwithstanding KRS 196.288(5)(b)8., included in
13 the above General Fund appropriation is \$2,000,000 in each fiscal year, which shall be
14 allocated annually in quarterly payments, to support the Rocket Docket Program at the
15 Prosecutors Advisory Council. Notwithstanding KRS 45.229, any portion of General
16 Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
17 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
18 this Act.

19 **2. CRIMINAL JUSTICE TRAINING**

20		2024-25	2025-26
21	Restricted Funds	101,798,500	109,736,200

22 **(1) Kentucky Law Enforcement Foundation Program Fund:** Included in the
23 above Restricted Funds appropriation is \$94,684,900 in fiscal year 2024-2025 and
24 \$102,551,600 in fiscal year 2025-2026 for the Kentucky Law Enforcement Foundation
25 Program Fund.

26 **(2) Training Incentive Payments:** Notwithstanding KRS 15.460(1) and
27 15.420(2)(a)1.a., included in the above Restricted Funds appropriation is \$4,429 in fiscal

1 year 2024-2025 and \$4,562 in fiscal year 2025-2026 for each full-time participant for
2 training incentive payments, and \$2,215 in fiscal year 2024-2025 and \$2,281 in fiscal
3 year 2025-2026 for each part-time participant for training incentive payments. KRS
4 15.460(1)(b) to (f) shall remain applicable, except that the administrative expense
5 reimbursement cap under KRS 15.460(1)(c)3. shall not exceed \$1,000,000.

6 **(3) Administrative Reimbursement:** Notwithstanding KRS 15.450(3), the
7 Department of Criminal Justice Training shall not receive reimbursement for the salaries
8 and other costs of administering the fund, to include the Kentucky Law Enforcement
9 Council operations and expenses, Peace Officers Professional Standards Office, attorney
10 positions in Justice Administration, the Professional Development and Wellness Branch,
11 Office of the State School Security Marshal, Office of Kentucky Law Enforcement
12 Council Support, debt service, capital outlay, and Department personnel costs and
13 expenses in excess of \$39,936,900 in fiscal year 2024-2025 and \$41,127,700 in fiscal
14 year 2025-2026. The Department shall submit a report detailing reimbursed expenditures
15 for the prior fiscal year to the Interim Joint Committee on Appropriations and Revenue
16 by August 1 of each fiscal year.

17 **(4) Criminal Justice Council:** Pursuant to KRS 15.410 to 15.518, the
18 Department of Criminal Justice Training shall not transfer funds from the Kentucky Law
19 Enforcement Foundation Program Fund to support the Criminal Justice Council.

20 **(5) Kentucky Law Enforcement Council Funding:** Notwithstanding KRS
21 15.450 and any other statute to the contrary, funding to support the operations of the
22 Kentucky Law Enforcement Council shall not exceed \$648,900 in each fiscal year.

23 **(6) Operating Cost Increases:** Included in the above Restricted Funds
24 appropriation is \$843,500 in fiscal year 2024-2025 and \$744,600 in fiscal year 2025-2026
25 to support various operating cost increases. Mandated reports shall be submitted pursuant
26 to Part III, 24. of this Act.

27 **(7) Post-Critical Incident Seminars:** Included in the above Restricted Funds

appropriation is \$820,700 in each fiscal year to support an increase in the number of post-critical incident seminars to 12 per year. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(8) Additional Positions: (a) Included in the above Restricted Funds appropriation is \$1,335,500 in fiscal year 2024-2025 and \$1,396,300 in fiscal year 2025-2026 to support additional positions, including ten law enforcement instructors, one budget specialist, and one document processing specialist.

(b) Included in the above Restricted Funds appropriation is \$790,000 in fiscal year 2025-2026 to support an additional ten law enforcement instructors. The Department of Criminal Justice Training shall prepare a report detailing expenditures on these additional positions, including the number of filled positions and the number of vacancies supported by the provisions of paragraphs (a) and (b) of this subsection. The Department shall submit this report on a quarterly basis beginning November 1, 2024, to the Interim Joint Committee on Appropriations and Revenue.

(c) The funds for the positions in paragraph (b) of this subsection are authorized contingent upon the opening of the Western Kentucky Law Enforcement Training Academy.

(9) Training Track Vehicles: Included in the above Restricted Funds appropriation is \$169,600 in each fiscal year to support leases for law enforcement training vehicles. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(10) Officer Revocation Hearing Expenses: Included in the above Restricted Funds appropriation is \$120,000 in each fiscal year to eliminate the backlog of officer revocation hearings. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

3. JUVENILE JUSTICE

	2024-25	2025-26
General Fund	146,847,000	172,526,200

1	Restricted Funds	16,695,800	13,961,500
2	Federal Funds	10,706,900	10,951,700
3	TOTAL	174,249,700	197,439,400

4 **(1) Medical Services Contract Appropriation and Reporting:** Included in the
5 above General Fund appropriation is \$20,000,000 in fiscal year 2025-2026 to support a
6 medical services contract, including primary care and mental health services, for youth
7 under the care of the Department of Juvenile Justice. The Department shall submit a
8 report to the Interim Joint Committee on Appropriations and Revenue by September 1,
9 2024, detailing the specifics of any potential requests for proposal, including but not
10 limited to services to be delivered and cost parameters. Notwithstanding any statute to the
11 contrary, no contract shall be awarded or any funds expended until the report is submitted
12 and reviewed. Notwithstanding KRS 45.229, any portion of General Fund not expended
13 for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
14 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

15 **(2) Transport Vehicles:** Included in the above Restricted Funds appropriation is
16 \$2,734,300 in fiscal year 2024-2025 to purchase vehicles for juvenile transportation.
17 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

18 **(3) Detention Alternative Programming and Support:** Included in the above
19 General Fund appropriation is \$3,883,600 in fiscal year 2024-2025 and \$3,913,000 in
20 fiscal year 2025-2026 to support increased alternatives to detention programming.
21 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
22 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
23 shall be submitted pursuant to Part III, 24. of this Act.

24 **(4) Evidence-Based Programming:** Included in the above General Fund
25 appropriation is \$3,524,600 in each fiscal year to support evidence-based programming,
26 including 21 social service specialists, youth screening tools, software, and training. The
27 Department of Juvenile Justice shall prepare a report detailing expenditures for evidence-

1 based programming provided by the Department, as well as the number of youth served
2 by each program, the number of filled positions providing services and the number of
3 program vacancies, the number of youth on waitlists for services, and any other key
4 performance indicators deemed appropriate by the Department. The Department of
5 Juvenile Justice shall submit this report on a quarterly basis to the Interim Joint
6 Committee on Appropriations and Revenue and the Juvenile Justice Oversight Council
7 beginning November 1, 2024. Notwithstanding KRS 45.229, any portion of General Fund
8 not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account
9 (KRS 48.705).

10 **(5) Debt Service:** Included in the above General Fund appropriation is
11 \$2,092,500 in fiscal year 2024-2025 and \$4,185,000 in fiscal year 2025-2026 to support
12 debt service for new bonds as set forth in Part II. Capital Projects Budget, of this Act.
13 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
14 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

15 **(6) Louisville Detention Center Renovation:** The Department of Juvenile
16 Justice shall submit a report to the Interim Joint Committee on Appropriations and
17 Revenue by September 1, 2024, detailing the design and cost parameters of the Renovate
18 Louisville Detention Center project authorized in Part II, Capital Projects Budget, of this
19 Act. Notwithstanding any statute to the contrary, no contract shall be let or any funds
20 expended until the report is submitted and reviewed.

21 **(7) Diversionary Program:** Notwithstanding KRS 45.229, unexpended funds
22 from the fiscal year 2023-2024 General Fund appropriation from 2023 Ky. Acts ch 106,
23 Section 15, shall not lapse and shall carry forward.

24 **(8) Transportation Costs for Female Youth Detained:** Notwithstanding KRS
25 45.229, unexpended funds from the fiscal year 2023-2024 General fund appropriation
26 from 2023 Ky. Acts ch. 106, sec. 18, shall not lapse and shall carry forward.

27 **(9) Design Experts Retention Project:** Notwithstanding any statute to the

contrary, unexpended funds at the close of fiscal year 2023-2024 from the fiscal year 2022-2023 General Fund appropriation set out in 2023 Ky. Acts ch. 106, sec. 16, shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

(10) Juvenile Mental Health Treatment Facility: The Department of Juvenile Justice shall submit a report to the Interim Joint Committee on Appropriations and Revenue by December 1, 2024, detailing the High-Acuity Juvenile Mental Health Treatment Facility project, including but not limited to services provided, cost parameters, design elements, and operational capacity. The report shall address possible models for delivering necessary services, including contracting alternatives and alternative sites for any facility.

4. STATE POLICE

	2024-25	2025-26
General Fund	232,878,200	255,072,800
Restricted Funds	34,592,200	34,740,100
Federal Funds	23,376,200	23,343,000
Road Fund	56,289,600	56,372,700
TOTAL	347,136,200	369,528,600

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

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

1 Department of Kentucky State Police.

2 **(3) Telecommunicator Salary Conversion:** Included in the above General Fund
3 appropriation is sufficient funding to convert the annual training incentive stipend to a
4 \$3,100 salary increase for telecommunicators effective July 1, 2024.

5 **(4) Debt Service:** Included in the above General Fund appropriation is
6 \$3,739,500 in fiscal year 2024-2025 and \$7,479,000 in fiscal year 2025-2026 to support
7 debt service for new bonds as set forth in Part II, Capital Projects Budget, of this Act.
8 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
9 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

10 **(5) Capitol Campus Security Personnel:** Included in the above General Fund
11 appropriation is \$125,600 in each fiscal year to support two Trooper R contracts
12 designated specifically for the Capitol campus. Notwithstanding KRS 45.229, any portion
13 of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust
14 Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III,
15 24. of this Act.

16 **(6) Training Incentive Payments:** Notwithstanding KRS 15.460(1), included in
17 the above Restricted Funds appropriation is \$4,429 in fiscal year 2024-2025 and \$4,562
18 in fiscal year 2025-2026 for each participant for training incentive payments. Mandated
19 reports shall be submitted pursuant to Part III, 24. of this Act.

20 **(7) Background Check Fees:** Pursuant to KRS 7.111, 7.112, and 11.160(1)(e),
21 the Department of Kentucky State Police shall not charge a fee for the cost of background
22 checks requested by the Legislative Research Commission during investigation processes
23 related to confirmations of appointments or reappointments to boards and commissions
24 and administrative law judges.

25 **(8) Statutory Salary Schedule Adjustments:** Included in the above General
26 Fund appropriation is \$8,310,600 in fiscal year 2024-2025 and \$14,213,100 in fiscal year
27 2025-2026 to support the statutory adjustment to the salary schedule based on the

1 consumer price index for troopers and commercial vehicle enforcement officers.
2 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

3 **(9) Increases to Trooper Personnel:** Included in the above General Fund
4 appropriation is \$6,031,800 in fiscal year 2024-2025 and \$16,583,800 in fiscal year 2025-
5 2026 to support the addition of personnel from two trooper cadet classes.
6 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
7 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
8 shall be submitted pursuant to Part III, 24. of this Act.

9 **(10) Kentucky Emergency Warning System Leases:** Included in the above
10 General Fund appropriation is \$3,125,000 in fiscal year 2024-2025 and \$2,925,200 in
11 fiscal year 2025-2026 to support leases for the Kentucky Emergency Warning System.
12 The Department of Kentucky State Police shall prepare a report detailing by county,
13 including but not limited to the number of leases contracted, the cost of each lease, and
14 the number of leases yet to be contracted. The Department of Kentucky State Police shall
15 submit this report to the Interim Joint Committee on Appropriations and Revenue on a
16 quarterly basis beginning November 1, 2024. Notwithstanding KRS 45.229, any portion
17 of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust
18 Fund Account (KRS 48.705).

19 **(11) Licensing Cost Increases:** Included in the above General Fund appropriation
20 is \$427,000 in fiscal year 2024-2025 and \$450,000 in fiscal year 2025-2026 to support
21 licensing cost increases for network security and digital evidence systems.
22 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
23 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
24 shall be submitted pursuant to Part III, 24. of this Act.

25 **(12) Fleet Vehicles:** Included in the above General Fund appropriation is
26 \$2,550,000 in fiscal year 2025-2026 to support the purchase of 25 marked cruisers and 25
27 unmarked cruisers. The Department of Kentucky State Police shall prepare a report

1 detailing fleet vehicle purchases, including but not limited to total expenditures, price per
2 vehicle, the timing of purchases, the distribution of new vehicles purchased, as well as
3 the assigned use for each vehicle purchased. The Department of Kentucky State Police
4 shall submit this report on a quarterly basis to the Interim Joint Committee on
5 Appropriations and Revenue beginning November 1, 2025. Notwithstanding KRS
6 45.229, any portion of General Fund not expended for this purpose shall lapse to the
7 Budget Reserve Trust Fund Account (KRS 48.705).

8 **(13) Facilities Security Personnel:** Included in the above Restricted Funds
9 appropriation is \$745,300 in fiscal year 2024-2025 and \$761,300 in fiscal year 2025-2026
10 to support additional facilities security officer positions. Mandated reports shall be
11 submitted pursuant to Part III, 24. of this Act.

12 **(14) Laboratory Equipment and Service Contracts:** Included in the above
13 General Fund appropriation is \$1,100,000 in each fiscal year to support service contracts
14 for toxicology and DNA equipment, and evidence collection kits. Notwithstanding KRS
15 45.229, any portion of General Fund not expended for this purpose shall lapse to the
16 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
17 pursuant to Part III, 24. of this Act.

18 **(15) Criminal Justice Information System Messaging System:** Included in the
19 above General Fund appropriation is \$750,000 in each fiscal year to support
20 improvements to the Criminal Justice Information System Messaging System.
21 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
22 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
23 shall be submitted pursuant to Part III, 24. of this Act.

24 **(16) Cell Phones for Troopers:** Included in the above General Fund appropriation
25 is \$240,000 in each fiscal year to support agency-issued cell phones for trooper
26 personnel. Notwithstanding KRS 45.229, any portion of General Fund not expended for
27 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

1 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

2 **(17) Sex Offender Registry and Notification:** Included in the above General
3 Fund appropriation is \$710,700 in each fiscal year to support additional positions and
4 increased software service contracts to meet requirements of the Sex Offender Registry
5 and Notification Act. Notwithstanding KRS 45.229, any portion of General Fund not
6 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS
7 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

8 **(18) Recruitment and Retention Reporting:** The Department of Kentucky State
9 Police shall prepare a report detailing recruitment, retention, and demographic statistics,
10 including but not limited to age, gender, race, education-level, and geography, for trooper
11 cadet classes occurring in fiscal years 2023-2024, 2024-2025, and 2025-2026. The
12 Department of Kentucky State Police shall submit this report on a quarterly basis to the
13 Interim Joint Committee on Appropriations and Revenue beginning November 1, 2024.

14 **(19) Sworn Trooper Detail:** Notwithstanding any statute to the contrary,
15 beginning with fiscal year 2025-2026, no more than 25 percent of sworn troopers shall be
16 assigned to detail other than a post.

17 **(20) Land Acquisition Authorization:** Notwithstanding KRS 56.040, the
18 Department of Kentucky State Police may directly acquire, on behalf of the
19 Commonwealth, any land required for tower sites related to the Kentucky Emergency
20 Warning System or the Emergency Radio System Replacement project authorized in Part
21 II, Capital Projects Budget, of this Act.

22 **5. CORRECTIONS**

23 **a. Corrections Management**

24		2024-25	2025-26
25	General Fund	20,212,900	20,405,200
26	Restricted Funds	150,000	150,000
27	Federal Funds	124,800	124,800

1	TOTAL	20,487,700	20,680,000
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(1) **Local Correctional Facilities:** Notwithstanding KRS 441.420, no funds are provided for reimbursement to counties for design fees for architectural and engineering services associated with any new local correctional facility approved by the Kentucky Local Correctional Facilities Construction Authority.

6 **(2) Facility Reporting:** (a) The Department of Corrections shall
7 continuously monitor its bed utilization of county jails, halfway houses, Recovery
8 Kentucky drug treatment centers, and all other community correctional residential
9 facilities that are under contract with the Department. This monitoring shall include
10 periodic review of its classification system to ensure that all offenders are placed in the
11 least restrictive housing that provides appropriate security to protect public safety and
12 provide ample opportunity for treatment and successful reentry.

(b) On a monthly basis, the Department shall submit a report detailing the average occupancy rate for each of these facility types outlined in paragraph (a) of this subsection, as well as a projection of bed utilization one year from the reported period, to the Interim Joint Committee on Appropriations and Revenue.

17 **(3) Kentucky Offender Management System:** Included in the above General
18 Fund appropriation is \$325,000 in fiscal year 2024-2025 to support upgrades to the
19 Kentucky Offender Management System. Notwithstanding KRS 45.229, any portion of
20 General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
21 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
22 this Act.

(4) **Operational Costs for Inmate Population and Excess Local Jail Per Diem Costs:** In the event that actual operational costs and/or actual local jail per diem payments exceed the amounts appropriated to support the budgeted average daily population of state felons for each fiscal year, the additional payments, up to \$5,000,000 in fiscal year 2023-2024 and up to \$10,000,000 in each fiscal year of the 2024-2026

fiscal biennium, shall be deemed necessary government expenses and shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705), subject to notification as to necessity and amount by the State Budget Director who shall report any certified expenditure to the Interim Joint Committee on Appropriations and Revenue.

b. Adult Correctional Institutions

	2024-25	2025-26
General Fund	448,922,400	504,847,300
Restricted Funds	24,854,500	21,369,600
Federal Funds	20,265,000	98,000
TOTAL	494,041,900	526,314,900

(1) Debt Service: Included in the above General Fund appropriation is \$11,866,500 in fiscal year 2024-2025 and \$25,260,000 in fiscal year 2025-2026 to support debt service for new bonds as set forth in Part II, Capital Projects Budget, of this Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

(2) Transfer to State Institutions: Notwithstanding KRS 532.100(8), state prisoners, excluding the Class C and Class D felons qualifying to serve time in county jails, may be transferred to a state institution within 90 days of final sentencing, if the county jail does not object to the additional 45 days.

(3) Correctional Facilities Support: Included in the above Federal Funds appropriation is \$19,988,100 in fiscal year 2024-2025 from the State Fiscal Recovery Fund of the American Rescue Plan Act of 2021 to support the operations of congregate facilities within the Department of Corrections. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(4) Little Sandy Correctional Complex Expansion: Included in the above General Fund appropriation is \$9,791,700 in fiscal year 2024-2025 and \$19,830,600 in

1 fiscal year 2025-2026 to support the expansion of Little Sandy Correctional Complex.
2 The Department of Corrections shall prepare a report, including but not limited to the
3 expenditures related to the expansion, the number of full-time positions filled and vacant,
4 the number of offenders housed, and the number of offenders transferred from other
5 facilities by facility. The Department of Corrections shall submit this report on a
6 quarterly basis to the Interim Joint Committee on Appropriations and Revenue beginning
7 November 1, 2024. Notwithstanding KRS 45.229, any portion of General Fund not
8 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS
9 48.705).

10 **(5) Kentucky Correctional Industries:** Included in the above General Fund
11 appropriation is \$1,284,000 in each fiscal year to support Kentucky Correctional
12 Industries. The Department of Corrections shall prepare a report detailing the cost of
13 goods produced for fiscal year 2023-2024 and the preceding five fiscal years, as well as a
14 feasibility study on managing Kentucky Correctional Industries through an external
15 contract, to include an analysis of the impact of terminating Kentucky Correctional
16 Industries. The Department of Corrections shall submit this report to the Interim Joint
17 Committee on Appropriations and Revenue by September 1, 2024. Notwithstanding KRS
18 45.229, any portion of General Fund not expended for this purpose shall lapse to the
19 Budget Reserve Trust Fund Account (KRS 48.705).

20 **(6) Institutional Support:** Included in the above appropriations is \$5,000,000 in
21 General Fund and \$9,789,500 in Restricted Funds in fiscal year 2024-2025 and
22 \$10,000,000 in General Fund and \$6,137,900 in Restricted Funds in fiscal year 2025-
23 2026 to support increased medical, utility, and capital outlay costs. Notwithstanding KRS
24 45.229, any portion of General Fund not expended for this purpose shall lapse to the
25 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
26 pursuant to Part III, 24. of this Act.

27 **(7) Environmental Impact and Feasibility Study:** Notwithstanding KRS

45.229, unexpended funds from the fiscal year 2023-2024 General Fund appropriation set out in 2022 Ky. Acts ch. 199, Part I, H., 5., b., (8), shall not lapse and shall carry forward.

c. Community Services and Local Facilities

	2024-25	2025-26
General Fund	251,867,100	258,358,400
Restricted Funds	7,178,400	7,217,800
Federal Funds	874,200	874,200
TOTAL	259,919,700	266,450,400

(1) Local Jails Funding: Notwithstanding KRS 441.605 to 441.695, funds in the amount of \$3,000,000 in each fiscal year shall be expended from the Kentucky Local Correctional Facilities Construction Authority for local correctional facility and operational support. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

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

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

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

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

2. The prisoner has reached his or her parole eligibility date or has served one-half of his or her sentence, whichever occurs first;

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

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

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

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

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

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

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

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

1 continuing and expanding the project.

2 **(3) Participation in Transparent Governing - Full Disclosure of Inmate**
3 **Population Forecasts and Related Materials:** The Office of State Budget Director shall
4 provide the methodology, assumptions, data, and all other related materials used to
5 project biennial offender population forecasts conducted by the Office of State Budget
6 Director, the Kentucky Department of Corrections, and any consulting firms, to the
7 Interim Joint Committee on Appropriations and Revenue by October 1, 2025. This
8 submission shall include but not be limited to the projected state, county, and community
9 offender populations for the 2026-2028 fiscal biennium and must coincide with the
10 budgeted amount for these populations. This submission shall clearly divulge the
11 methodology and reasoning behind the budgeted and projected offender population in a
12 commitment to participate in transparent governing.

13 **(4) Calculating Avoided Costs Relating to Legislative Action:**
14 Notwithstanding KRS 196.288(5)(a), \$4,630,200 has been determined to meet the intent
15 of the statute for the amount of avoided costs to be provided to the Local Corrections
16 Assistance Fund. The actions implemented pursuant to the implementation of 2011 Ky.
17 Acts ch. 2 now are no longer able to be calculated validly due to the length of time they
18 have been embedded in the criminal justice system.

19 **(5) County Jail Per Diem Increase:** Included in the above General Fund
20 appropriation are sufficient funds in each fiscal year to support the \$4 increase, from
21 \$31.34 per day to \$35.34 per day, to the per diem payments to county jails that house
22 state inmates implemented in the 2022-2024 fiscal biennium. Mandated reports shall be
23 submitted pursuant to Part III, 24. of this Act.

24 **(6) Substance Abuse, Mental Health, and Reentry Service Centers:** (a)
25 Notwithstanding any statute to the contrary, for each fiscal year, the Department of
26 Corrections shall pay each contracted provider of substance abuse, mental health, and
27 reentry centers a minimum of 65 percent of the contracted beds monthly. Any unfilled

1 contracted beds as of the effective date of this Act may, at the discretion of the provider,
2 be terminated.

3 (b) Each contracted provider, as provided for in paragraph (a) of this subsection,
4 shall report 100 percent of their occupancy to the Department of Corrections. The report
5 shall detail the total number of beds, the number of beds available, the type of individual
6 occupying bed space, and shall be prepared in a method established at the Department's
7 discretion and submitted on a monthly basis to the Interim Joint Committee on
8 Appropriations and Revenue.

9 (7) **Probation and Parole Growth:** Included in the above General Fund
10 appropriation is \$307,400 in fiscal year 2024-2025 and \$1,987,200 in fiscal year 2025-
11 2026 and in the above Restricted Funds appropriation is \$2,000,000 in each fiscal year to
12 support additional probation and parole officer positions and associated operating
13 expenses. Notwithstanding KRS 45.229, any portion of General Fund not expended for
14 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
15 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

16 (8) **Addiction Services:** Included in the above General Fund appropriation is
17 \$863,100 in each fiscal year to support medications necessary for medically assisted
18 treatment services. Notwithstanding KRS 45.229, any portion of General Fund not
19 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS
20 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

21 (9) **Program Completion and Sentence Credit Payments:** Notwithstanding
22 KRS 197.045(6), payments for program completions resulting in sentencing credit shall
23 not expire and shall continue through the 2024-2026 fiscal biennium. Included in the
24 above General Fund appropriation is \$12,000,000 in each fiscal year to support payments
25 for program completions resulting in sentencing credit as prescribed in KRS
26 197.045(6)(a), (b), and (c). The Department of Corrections shall prepare a report
27 annually, including but not limited to the number of program completions, the cost of

payments for each category of sentencing credit, and the programmatic impact on recidivism. The Department of Corrections shall submit this report to the Interim Joint Committee on Appropriations and Revenue by October 1 of each year. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

d. Local Jail Support

	2024-25	2025-26
General Fund	16,788,600	16,788,600

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

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

(b) Any moneys remaining after making the distributions required by paragraph (a) of this subsection shall be distributed to each county based on a ratio, the numerator of which shall be the county's county inmate population on the second Thursday in January during the prior fiscal year, and the denominator of which shall be the total counties' county inmate population for the entire state on the second Thursday in January during the prior fiscal year. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(2) Life Safety or Closed Jails: Included in the above General Fund appropriation is \$860,000 in each fiscal year to provide a monthly payment of an annual amount of \$20,000 to each county with a life safety jail or closed jail. The payment shall

1 be in addition to the payment required by KRS 441.206(2). Notwithstanding KRS 45.229,
2 any portion of General Fund not expended for this purpose shall lapse to the Budget
3 Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
4 pursuant to Part III, 24. of this Act.

5 **(3) Inmate Medical Care Expenses:** Included in the above General Fund
6 appropriation is \$792,800 in each fiscal year for medical care contracts to be distributed,
7 upon approval of the Department of Corrections, to counties by the formula codified in
8 KRS 441.206, and \$851,800 in each fiscal year, on a partial reimbursement basis, for
9 medical claims in excess of the statutory threshold pursuant to KRS 441.045. The
10 funding support for medical contracts and catastrophic medical expenses for indigents
11 shall be maintained in discrete accounts. Any medical claim that exceeds the statutory
12 threshold may be reimbursed for that amount in excess of the statutory threshold.
13 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

14 **(4) Pretrial Housing Study:** (a) County jails shall cooperate with the
15 Department of Corrections to produce a detailed report determining the costs to the
16 county jails, costs to the Department of Corrections, and the projected savings to county
17 jails, if defendants who are charged during the 2024-2025 fiscal year with a capital crime,
18 capital crime with aggravators, Class A felony, or Class B felony sex offense were
19 transferred to a state prison upon the expiration of 60 days subsequent to arraignment in
20 Circuit Court on one or more of said charges.

21 (b) The report shall include the costs and savings analysis referenced in paragraph
22 (a) of this subsection and shall include the following:

23 1. The average number of days of pre-adjudication incarceration by each offense
24 listed in paragraph (a) of this subsection, from arraignment in District Court until
25 conviction in Circuit Court and until post-conviction sentencing. Analysis of the average
26 shall include that of the total state aggregate, of the regional Circuit Courts, and of each
27 specific Circuit Court;

2. The average number of days of pre-adjudication incarceration by each offense listed in paragraph (a) of this subsection, from arraignment in District Court to arraignment in Circuit Court. Analysis of the average shall include that of the total state aggregate, of the regional District Courts, and of each specific District Court;

3. The average number of days of pre-adjudication incarceration by each offense listed in paragraph (a) of this subsection, from arraignment in Circuit Court until conviction and until post-conviction sentencing. Analysis of the average shall include that of the total state aggregate, of the regional Circuit Courts, and of each specific Circuit Court; and

4. Any other data or analysis deemed relevant by both the Department of Corrections and the county jails.

(c) The report shall be submitted to the Interim Joint Committee on Appropriations and Revenue on or before October 1, 2025.

TOTAL - CORRECTIONS

	2024-25	2025-26
General Fund	737,791,000	800,399,500
Restricted Funds	32,182,900	28,737,400
Federal Funds	21,264,000	1,097,000
TOTAL	791,237,900	830,233,900

6. PUBLIC ADVOCACY

	2024-25	2025-26
General Fund	96,178,700	98,448,500
Restricted Funds	4,511,100	4,511,100
Federal Funds	2,392,400	2,392,400
TOTAL	103,082,200	105,352,000

(1) **Jefferson County Public Advocacy Office:** Included in the above General Fund appropriation is \$10,984,300 in fiscal year 2024-2025 and \$11,378,300 in fiscal

year 2025-2026 to support costs associated with state assumption of the Louisville-Jefferson County Public Defender's Office. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

TOTAL - JUSTICE AND PUBLIC SAFETY CABINET

	2024-25	2025-26
General Fund (Tobacco)	3,037,500	3,250,000
General Fund	1,264,243,600	1,377,336,300
Restricted Funds	193,441,600	195,273,500
Federal Funds	103,892,100	79,000,300
Road Fund	56,289,600	56,372,700
TOTAL	1,620,904,400	1,711,232,800

I. PERSONNEL CABINET

Budget Units

1. GENERAL OPERATIONS

	2024-25	2025-26
Restricted Funds	33,776,000	33,296,500

(1) Public Employee Health Insurance Trust Fund Actuarial Projections:

The Department of Employee Insurance shall prepare a report that includes actuarial projections of the operating net gain or loss, recommended reserves, and remaining balance after reserves, by plan year, for all active plan years and a minimum of two upcoming plan years for the Public Employee Health Insurance Trust Fund, as of September 30 of each fiscal year. This report shall be submitted to the Interim Joint Committee on Appropriations and Revenue by December 1 of each year.

(2) Salary Compression Report: Included in the above Restricted Funds appropriation is \$1,000,000 in fiscal year 2024-2025 for the Personnel Cabinet to contract

1 with an independent consultant to review all personnel and payroll records of all current
2 employees from January 1, 2018, thru June 30, 2024, to determine the exact salary
3 compression issues which exist in the Executive Branch. The consultant shall, by
4 December 15, 2024, present a comprehensive data-driven report with at least three
5 options for potential corrective actions to address any issues by the General Assembly to
6 the Interim Joint Committee on Appropriations and Revenue. The comprehensive data-
7 driven report with options for potential corrective actions shall include and contain the
8 following items at a minimum:

9 (a) The report shall provide data driven detail on each of the types of personnel
10 actions and salary establishment practices or salary increase practices that caused the
11 issues and the consultants' recommendations of potential corrective options to address
12 the issues;

13 (b) The report shall include a review of the practice of employing individuals up
14 to the mid-point of the salary schedule, allowing individuals to resign and then be
15 reappointed at a higher salary, and the compression of the salary difference that exist in
16 employee salaries when a special entrance rate is established for a classification and all
17 employees in the classification are raised to the same new entrance salary;

18 (c) The review shall include all other types of salary increases and practices that
19 have been utilized by the Executive Branch to increase the salary of employees including
20 locality pay;

21 (d) The report shall include any other personnel practice or policy that is
22 identified by the data to have contributed to the salary compression issues of the
23 Executive Branch;

24 (e) The report shall also make recommendations on all potential changes to the
25 current administrative regulations and/or, KRS Chapter 18A to prevent the type of
26 personnel actions or practices that have caused salary compression; and

27 (f) The report shall also contain all other recommendations the consultant feels

1 are appropriate to prevent salary compression in the future.

2 The Personnel Cabinet Secretary shall determine the cost to implement each of the
3 options provided by the consultant, effective July 16, 2025, and provide those estimates
4 by option, fund source, and appropriation unit to the Interim Joint Committee on
5 Appropriations and Revenue within 30 days of receipt of the report and
6 recommendations.

7 The Personnel Cabinet Secretary shall also provide a response to the consultant's
8 recommendation for changes to the administrative regulations, KRS Chapter 18A, and
9 the personnel practices of the Executive Branch to both the Interim Joint Committees of
10 Appropriations & Revenue and State Government within 30 days of receipt of the report
11 and recommendations.

12 **(3) Local District Health Insurance:** It is the intent of the 2024 General
13 Assembly that future appropriations supporting health insurance for active local school
14 district employees under the Learning and Results Services budget unit shall be made
15 directly to local school districts to provide maximum flexibility in offering employee
16 benefits and compensation. The Kentucky Group Health Insurance Board shall develop a
17 high deductible health insurance benefit option for the state employee health insurance
18 group to be offered for local school district employees by July 1, 2025. The benefit
19 option shall be available for the open enrollment period beginning in October 2025 for
20 coverage beginning January 1, 2026.

21 **2. PUBLIC EMPLOYEES DEFERRED COMPENSATION AUTHORITY**

	2024-25	2025-26
22		
23	Restricted Funds	8,462,900
		8,520,000

24 **3. WORKERS' COMPENSATION BENEFITS AND RESERVE**

	2024-25	2025-26
25		
26	Restricted Funds	24,379,600
		24,404,900

27 **4. FIXED ALLOCATION NON-HAZARDOUS PENSION FUND**

1		2024-25	2025-26
2	General Fund	75,657,300	69,750,400

3 **(1) Quasi-State Agency Subsidy Distributions:** (a) Included in the above
 4 General Fund appropriation is \$332,100 in each fiscal year to maintain each Non-P1 state
 5 agency's fiscal year 2019-2020 baseline subsidy.

6 (b) Included in the above General Fund appropriation is \$18,882,100 in each
 7 fiscal year to maintain each Regional Mental Health Unit's fiscal year 2019-2020 baseline
 8 subsidy.

9 (c) Included in the above General Fund appropriation is \$25,151,300 in each
 10 fiscal year to maintain each health department's fiscal year 2019-2020 baseline subsidy.

11 (d) The distribution of the baseline subsidy to each employer classification
 12 identified in paragraphs (a), (b), and (c) of this subsection shall be distributed in the
 13 following manner: In July and January of each year, the Office of State Budget Director
 14 shall obtain the total creditable compensation reported by each employer to the Kentucky
 15 Public Pensions Authority and utilize that number to determine how much of each total
 16 appropriation shall be distributed to each employer within its own unique employer
 17 classification. Payments to each employer shall be made on September 1 and April 1 of
 18 each fiscal year. The Office of State Budget Director shall provide a report to the Interim
 19 Joint Committee on Appropriations and Revenue by May 1 of each fiscal year. The report
 20 shall detail the disbursement of funds in this subsection and include the creditable
 21 compensation, by employer, for which disbursements are made.

22 (e) Notwithstanding KRS 61.5991(6)(b), included in the above General Fund
 23 appropriation is \$31,291,800 in fiscal year 2024-2025 and \$25,384,900 in fiscal year
 24 2025-2026 to support each employer's share of the anticipated retirement costs over each
 25 employer's fiscal year 2019-2020 baseline contribution as adjusted and posted under the
 26 2024 Budget Bills tile on the Legislative Research Commission's website.

27 **5. STATE SALARY AND COMPENSATION FUND**

	2024-25	2025-26
Restricted Funds	1,500,000	1,500,000

(1) Information Technology Job Classifications: General Fund moneys in the amount of \$1,500,000 in each fiscal year shall be transferred from the General Fund appropriation of \$200,000,000 in fiscal year 2023-2024 set out in 2022 Ky. Acts ch. 199, Part I, N., 1. to implement pay raises for Information Technology job classifications resulting from the pay review performed by the Personnel Cabinet as reported to the Interim Joint Committee on Appropriations and Revenue on November 1, 2023.

TOTAL - PERSONNEL CABINET

	2024-25	2025-26
General Fund	75,657,300	69,750,400
Restricted Funds	68,118,500	67,721,400
TOTAL	143,775,800	137,471,800

J. POSTSECONDARY EDUCATION

Budget Units

1. COUNCIL ON POSTSECONDARY EDUCATION

	2023-24	2024-25	2025-26
General Fund (Tobacco)	-0-	5,843,200	6,250,000
General Fund	2,000,000	22,452,900	17,920,500
Restricted Funds	-0-	4,907,400	4,820,100
Federal Funds	1,280,200	8,942,900	1,507,900
TOTAL	3,280,200	42,146,400	30,498,500

(1) Interest Earnings Transfer from the Strategic Investment and Incentive Trust Fund Accounts: Notwithstanding KRS 164.7911 to 164.7927, any expenditures from the Strategic Investment and Incentive Trust Fund accounts in excess of appropriated amounts by the Council on Postsecondary Education shall be subject to KRS 48.630.

1 **(2) Cancer Research and Screening:** Included in the above General Fund
2 (Tobacco) appropriation is \$5,843,200 in fiscal year 2024-2025 and \$6,250,000 in fiscal
3 year 2025-2026 for cancer research and screening. The appropriation in each fiscal year
4 shall be equally shared between the University of Kentucky and the University of
5 Louisville. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

6 **(3) Southern Regional Education Board Dues:** Included in the above General
7 Fund appropriation is \$224,800 in each fiscal year for Southern Regional Education
8 Board dues. Notwithstanding KRS 45.229, any portion of General Fund not expended for
9 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
10 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

11 **(4) Doctoral Scholars:** Included in the above General Fund appropriation is
12 \$50,000 in each fiscal year for the Southern Regional Education Board Doctoral Scholars
13 Program. Notwithstanding KRS 45.229, any portion of General Fund not expended for
14 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
15 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

16 **(5) Ovarian Cancer Screening:** Included in the above General Fund
17 appropriation is \$1,000,000 in each fiscal year for the Ovarian Cancer Screening
18 Outreach Program at the University of Kentucky. Notwithstanding KRS 45.229, any
19 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
20 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part
21 III, 24. of this Act.

22 **(6) Redistribution of Resources:** Notwithstanding KRS 164.028 to 164.0282, no
23 General Fund is provided for Professional Education Preparation.

24 **(7) Postsecondary Education Debt:** Notwithstanding KRS 45.750 to 45.810, in
25 order to lower the cost of borrowing, any university that has issued or caused to be issued
26 debt obligations through a not-for-profit corporation or a municipality or county
27 government for which the rental or use payments of the university substantially meet the

1 debt service requirements of those debt obligations is authorized to refinance those debt
2 obligations if the principal amount of the debt obligations is not increased and the rental
3 payments of the university are not increased. Any funds used by a university to meet debt
4 obligations issued by a university pursuant to this subsection shall be subject to
5 interception of state-appropriated funds pursuant to KRS 164A.608.

6 **(8) Disposition of Postsecondary Institution Property:** Notwithstanding KRS
7 45.777, a postsecondary institution's governing board may elect to sell or dispose of real
8 property or major items of equipment and proceeds from the sale shall be designated to
9 the funding sources, on a proportionate basis, used for acquisition of the equipment or
10 property to be sold.

11 **(9) Spinal Cord and Head Injury Research:** Included in the above General
12 Fund appropriation is \$2,000,000 in each fiscal year for spinal cord and head injury
13 research. In accordance with KRS 211.500 to 211.504, the appropriation in each fiscal
14 year shall be shared between the University of Kentucky and the University of Louisville.
15 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
16 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
17 shall be submitted pursuant to Part III, 24. of this Act.

18 **(10) Kentucky State University Oversight:** Included in the above General Fund
19 appropriation is \$750,000 in fiscal year 2024-2025 for the administrative oversight of
20 Kentucky State University's financial stability. Notwithstanding KRS 45.229, these funds
21 shall not lapse and shall carry forward. The Council on Postsecondary Education shall
22 submit a report to the Interim Joint Committee on Appropriations and Revenue detailing
23 a timeline for the conclusion of their oversight of Kentucky State University by
24 November 1, 2024.

25 **(11) Kentucky Healthcare Workforce Investment Fund:** Included in the above
26 General Fund appropriation is \$7,000,000 in fiscal year 2024-2025 and \$3,000,000 in
27 fiscal year 2025-2026 for the Kentucky Healthcare Workforce Investment Fund.

1 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

2 **(12) Postbaccalaureate Initiatives:** Included in the above General Fund
3 appropriation is \$2,000,000 in fiscal year 2023-2024 to contract with an outside entity to
4 conduct a study on the postbaccalaureate initiatives of each of the comprehensive
5 universities. The study shall be prioritized according to 2024 Regular Session SJR 170.
6 Notwithstanding KRS 45.229, these funds shall not lapse and shall carry forward to fiscal
7 year 2024-2025. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

8 **(13) Immunity for Postsecondary Institutions:** Notwithstanding any statute to
9 the contrary, a public postsecondary institution, including any affiliated corporation, its
10 officers, employees, and agents, shall be immune from all claims, including class action
11 claims for damages, a declaratory judgment, and equitable relief based on an act or
12 omission if:

13 (a) The claim arises out of or in connection with tuition paid to the public
14 postsecondary institution for an academic term that included the months of March, April,
15 and May 2020;

16 (b) The claim alleges losses or damages arising from an act or omission by the
17 public postsecondary institution during or in response to the COVID-19 emergency;

18 (c) The alleged act or omission of the public postsecondary institution was related
19 to protecting public health and safety interests in response to the COVID-19 emergency
20 in compliance with federal, state, or local guidance, including but not limited to:

21 1. Transition to online or otherwise remote instruction;

22 2. Pause or modification to instruction available through the institution of higher
23 education;

24 3. Closure of, or modification to, operation of on-campus facilities of the public
25 postsecondary institution; or

26 4. The public postsecondary institution offered online and otherwise remote
27 learning options that allowed students to complete the coursework in the academic term

that included the months of March, April, and May 2020 and receive academic credit.

(14) Simmons College: Included in the above Federal Funds appropriation is \$1,280,200 in fiscal year 2023-2024 from the State Fiscal Recovery Fund of the American Rescue Plan Act of 2021 to support the Teacher Education Initiative and public health initiatives.

2. KENTUCKY HIGHER EDUCATION ASSISTANCE AUTHORITY

	2024-25	2025-26
General Fund	369,805,400	393,373,800
Restricted Funds	130,922,600	118,686,100
Federal Funds	86,000	86,000
TOTAL	500,814,000	512,145,900

(1) College Access Program: Notwithstanding KRS 154A.130(4), included in the above General Fund appropriation is \$163,809,100 in fiscal year 2024-2025 and \$179,344,800 in fiscal year 2025-2026 for the College Access Program. Included in the above Restricted Funds appropriation is \$79,319,500 in fiscal year 2024-2025 and \$69,612,500 in fiscal year 2025-2026 from previous fiscal years' excess Lottery funds held in a trust and agency account. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(2) Kentucky Tuition Grant Program: Notwithstanding KRS 154A.130(4), included in the above General Fund appropriation is \$45,975,000 in each fiscal year for the Kentucky Tuition Grant Program. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(3) Kentucky National Guard Tuition Award Program: Notwithstanding KRS 154A.130(4), included in the above General Fund appropriation is \$7,398,100 in each fiscal year for the National Guard Tuition Award Program. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(4) Kentucky Educational Excellence Scholarships (KEES): Notwithstanding

1 KRS 154A.130(4), included in the above General Fund appropriation is \$86,771,500 in
2 fiscal year 2024-2025 and \$90,556,600 in fiscal year 2025-2026 for the Kentucky
3 Educational Excellence Scholarships (KEES). Included in the above Restricted Funds
4 appropriation is \$27,796,300 in fiscal year 2024-2025 and \$25,151,800 in fiscal year
5 2025-2026 for KEES. Mandated reports shall be submitted pursuant to Part III, 24. of this
6 Act.

7 **(5) Work Ready Kentucky Scholarship Program:** Notwithstanding KRS
8 154A.130(4), included in the above General Fund appropriation is \$20,000,000 in each
9 fiscal year for the Work Ready Kentucky Scholarship Program. Notwithstanding KRS
10 164.787, the dual credit component of the Work Ready Kentucky Scholarship Program
11 for high school students shall be funded and administered through the Dual Credit
12 Scholarship Program. It is the intent of the General Assembly for Work Ready Kentucky
13 Scholarships to only be awarded to recipients that complete eligible courses. Mandated
14 reports shall be submitted pursuant to Part III, 24. of this Act.

15 **(6) Dual Credit Scholarship Program:** (a) Notwithstanding KRS
16 154A.130(4), included in the above General Fund appropriation is \$13,150,000 in each
17 fiscal year for the Dual Credit Scholarship Program. Mandated reports shall be submitted
18 pursuant to Part III, 24. of this Act.

19 (b) Notwithstanding KRS 164.786(1)(f) and 164.787(2)(d), the dual credit tuition
20 rate ceiling shall be one-half of the per credit hour tuition amount charged by the
21 Kentucky Community and Technical College System for in-state students.
22 Notwithstanding KRS 164.786(4)(c), eligible high school students may receive a dual
23 credit scholarship for two career and technical education dual credit courses per academic
24 year and four general education dual credit courses over the junior and senior years, up to
25 a maximum of 12 approved dual credit courses.

26 **(7) Veterinary Medicine Contract Spaces:** Included in the above General Fund
27 appropriation is \$5,659,000 in fiscal year 2024-2025 and \$5,800,400 in fiscal year 2025-

1 2026 to fund 164 veterinary slots. Mandated reports shall be submitted pursuant to Part
2 III, 24. of this Act.

3 **(8) Optometry Scholarship Program:** Included in the above General Fund
4 appropriation is \$848,400 in each fiscal year for the Optometry Scholarship Program.
5 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

6 **(9) Use of Lottery Revenues:** Notwithstanding KRS 154A.130(3) and (4),
7 lottery revenues in the amount of \$344,103,700 in fiscal year 2024-2025 and
8 \$363,424,500 in fiscal year 2025-2026 are appropriated to the Kentucky Higher
9 Education Assistance Authority. Notwithstanding KRS 154A.130(4) and any provisions
10 of this Act to the contrary, if lottery receipts received by the Commonwealth, excluding
11 any unclaimed prize money received under Part III, 20. of this Act, exceed \$340,574,700
12 in fiscal year 2023-2024, \$350,679,200 in fiscal year 2024-2025, or \$370,000,000 in
13 fiscal year 2025-2026, the additional excess shall be transferred to a trust and agency
14 account and shall not be expended or appropriated without the express authority of the
15 General Assembly.

16 **(10) Redistribution of Resources:** Notwithstanding KRS 164.740 to 164.764,
17 164.7890(11)(c), 164.7891(11)(b), and 164.7894, no General Fund is provided for Work
18 Study, Coal County Pharmacy Scholarships, Osteopathic Medicine Scholarships, and
19 Coal County College Completion Scholarships in order to provide additional funding to
20 the College Access Program and Kentucky Tuition Grant Program.

21 **(11) Teacher Scholarship Program:** Notwithstanding KRS 154A.130(4),
22 included in the above appropriation is \$2,000,000 in General Fund in each fiscal year and
23 \$300,000 in Restricted Funds in each fiscal year for the Teacher Scholarship Program.
24 The Kentucky Higher Education Assistance Authority, in coordination with the Council
25 on Postsecondary Education, shall submit a report on the number of teacher scholarships
26 provided in each fiscal year, the program of study in which recipients are enrolled,
27 recipient retention rates, total number of applications, and the impact of the scholarships

1 on recruitment. This report shall be submitted to the Interim Joint Committee on
2 Education by September 1 of each fiscal year. Mandated reports shall be submitted
3 pursuant to Part III, 24. of this Act.

4 **(12) General Administration and Support:** Included in the above General Fund
5 appropriation is \$6,000,000 in each fiscal year to support general administration and
6 support services. Notwithstanding KRS 45.229, any portion of General Fund not
7 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS
8 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

9 **(13) John R. Justice Grant Program:** Included in the above Federal Funds
10 appropriation is \$86,000 in each fiscal year for the John R. Justice Grant Program.
11 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

12 **(14) Student Teacher Stipend Program:** Included in the above General Fund
13 appropriation is \$7,300,000 in each fiscal year to assist postsecondary students who are
14 enrolled in a teacher preparatory program complete their student teaching requirement by
15 offering a stipend program administered by the Kentucky Higher Education Assistance
16 Authority and providing a \$5,000 stipend for each student completing this graduation and
17 certification requirement. Mandated reports shall be submitted pursuant to Part III, 24. of
18 this Act.

19 **(15) Teacher Recruitment Student Loan Forgiveness Pilot Program:** Included
20 in the above General Fund appropriation is \$4,800,000 in fiscal year 2024-2025 and
21 \$10,000,000 in fiscal year 2025-2026 to assist teachers with student debt by providing a
22 loan forgiveness program administered by the Kentucky Higher Education Assistance
23 Authority to qualifying candidates. Mandated reports shall be submitted pursuant to Part
24 III, 24. of this Act.

25 **(16) Innovative Scholarship Pilot Project:** Notwithstanding KRS 154A.130(4),
26 included in the above General Fund appropriation is \$5,000,000 in each fiscal year for the
27 Innovative Scholarship pilot project. The Kentucky Higher Education Assistance

Authority shall work in coordination with the Council on Postsecondary Education to develop and implement the Innovative Scholarship pilot project. Notwithstanding KRS 45.229, any portion of funds that have not been expended by the end of fiscal year 2024-2025 shall not lapse and shall carry forward into fiscal year 2025-2026. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(17) KEES Merit Scholarships: It is the intent of the General Assembly for Kentucky Higher Education Assistance Authority to conduct an evaluation and examine the effectiveness of the distribution of KEES merit scholarships based off a recipient's high school grade point average.

(18) Kentucky Rural Veterinarian Loan Repayment Program: Included in the above General Fund appropriation is \$1,093,800 in fiscal year 2024-2025 for the Kentucky Rural Veterinarian Loan Repayment Program. Notwithstanding KRS 45.229, these funds shall not lapse and shall carry forward. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

3. EASTERN KENTUCKY UNIVERSITY

	2024-25	2025-26
General Fund	81,067,200	84,645,700
Restricted Funds	216,509,400	216,509,400
Federal Funds	135,500,000	135,500,000
TOTAL	433,076,600	436,655,100

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

- (a) \$4,571,900 in each fiscal year for the Model Laboratory School;
- (b) Notwithstanding KRS 61.5991(6)(b)1.a. and b., \$6,236,800 in fiscal year 2024-2025 and \$5,345,800 in fiscal year 2025-2026 to support the university's share of the anticipated retirement costs over the university's fiscal year 2019-2020 baseline contribution as adjusted and posted under the 2024 Budget Bills tile on the Legislative

1 Research Commission's website; and

2 (c) \$3,125,500 in each fiscal year to cover the increase in the state's Fire and
3 Tornado Fund Insurance Premium.

4 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

5 **(2) Debt Service:** Included in the above General Fund appropriation is
6 \$3,424,500 in fiscal year 2024-2025 and \$7,894,000 in fiscal year 2025-2026 for new
7 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
8 Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
9 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

10 **(3) Advancement of Childhood Education:** Eastern Kentucky University and
11 the Model Laboratory School shall collaborate on advancing childhood education in the
12 Commonwealth.

13 **(4) University Inflation Adjustment:** Included in the above General Fund
14 appropriation is \$2,866,200 in each fiscal year to offset inflationary increases in
15 expenses. Notwithstanding KRS 45.229, any portion of General Fund not expended for
16 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
17 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

18 **4. KENTUCKY STATE UNIVERSITY**

	2023-24	2024-25	2025-26
19 General Fund	2,107,500	32,650,900	35,272,400
20 Restricted Funds	-0-	39,641,500	52,519,700
21 Federal Funds	-0-	22,323,600	20,163,200
22 TOTAL	2,107,500	94,616,000	107,955,300

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

26 (a) \$2,107,500 in fiscal year 2023-2024 and \$10,381,000 in each fiscal year of
27 the 2024-2026 biennium to fund the state match payments required of land-grant

1 universities under federal law;

2 (b) \$822,000 in each fiscal year to cover the increase in the state's Fire and
3 Tornado Fund Insurance Premium; and

4 (c) \$895,000 in each fiscal year as a one-time allocation for litigation support,
5 with the provision that no funds shall be used for settlements.

6 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

7 **(2) Debt Service:** Included in the above General Fund appropriation is
8 \$1,209,000 in fiscal year 2024-2025 and \$3,830,500 in fiscal year 2025-2026 for new
9 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
10 Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
11 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

12 **(3) University Inflation Adjustment:** Included in the above General Fund
13 appropriation is \$1,108,400 in each fiscal year to offset inflationary increases in
14 expenses. Notwithstanding KRS 45.229, any portion of General Fund not expended for
15 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
16 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

17 **(4) Design Health Sciences Center:** The project authorization set out in Part II,
18 Capital Projects Budget, of this Act shall be contingent on approval by the General
19 Assembly.

20 **5. MOREHEAD STATE UNIVERSITY**

21		2024-25	2025-26
22	General Fund	51,396,200	56,354,900
23	Restricted Funds	110,360,300	115,189,000
24	Federal Funds	43,707,700	43,707,700
25	TOTAL	205,464,200	215,251,600

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

1 (a) \$5,134,700 in fiscal year 2024-2025 and \$5,442,700 in fiscal year 2025-2026
2 for the Craft Academy for Excellence in Science and Mathematics;

3 (b) Notwithstanding KRS 61.5991(6)(b)1.a. and b., \$3,439,100 in fiscal year
4 2024-2025 and \$2,947,800 in fiscal year 2025-2026 to support the university's share of
5 the anticipated retirement costs over the university's fiscal year 2019-2020 baseline
6 contribution as adjusted and posted under the 2024 Budget Bills tile on the Legislative
7 Research Commission's website; and

8 (c) \$1,775,000 in each fiscal year to cover the increase in the state's Fire and
9 Tornado Fund Insurance Premium.

10 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

11 **(2) Debt Service:** Included in the above General Fund appropriation is
12 \$4,382,000 in fiscal year 2024-2025 and \$9,524,000 in fiscal year 2025-2026 for new
13 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
14 Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
15 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

16 **(3) University Inflation Adjustment:** Included in the above General Fund
17 appropriation is \$1,733,900 in each fiscal year to offset inflationary increases in
18 expenses. Notwithstanding KRS 45.229, any portion of General Fund not expended for
19 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
20 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

21 **6. MURRAY STATE UNIVERSITY**

	2024-25	2025-26
22 General Fund	52,804,800	56,218,800
23 Restricted Funds	114,723,600	114,723,600
24 Federal Funds	34,812,400	34,812,400
25 TOTAL	202,340,800	205,754,800

26 **(1) Mandated Programs:** Included in the above General Fund appropriation are
27

the following:

(a) \$4,034,200 in each fiscal year for the Breathitt Veterinary Center;

(b) Notwithstanding KRS 61.5991(6)(b)1.a. and b., \$1,800,000 in each fiscal year to support the university's share of the anticipated retirement costs over the university's fiscal year 2019-2020 baseline contribution as adjusted and posted under the 2024 Budget Bills tile on the Legislative Research Commission's website; and

(c) \$2,069,600 in each fiscal year to cover the increase in the state's Fire and Tornado Fund Insurance Premium.

Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(2) Debt Service: Included in the above General Fund appropriation is \$2,472,500 in fiscal year 2024-2025 and \$5,886,500 in fiscal year 2025-2026 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

(3) University Inflation Adjustment: Included in the above General Fund appropriation is \$1,874,700 in each fiscal year to offset inflationary increases in expenses. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

7. NORTHERN KENTUCKY UNIVERSITY

	2024-25	2025-26
General Fund	60,649,400	65,990,400
Restricted Funds	214,312,200	214,312,200
Federal Funds	14,029,500	14,029,500
TOTAL	288,991,100	294,332,100

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

- 1 (a) \$1,323,900 in each fiscal year for the Kentucky Center for Mathematics; and
 2 (b) \$1,902,000 in each fiscal year to cover the increase in the state's Fire and
 3 Tornado Fund Insurance Premium.

4 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

5 **(2) Debt Service:** Included in the above General Fund appropriation is
 6 \$4,410,000 in fiscal year 2024-2025 and \$9,751,000 in fiscal year 2025-2026 for new
 7 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
 8 Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
 9 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

10 **(3) University Inflation Adjustment:** Included in the above General Fund
 11 appropriation is \$2,089,900 in each fiscal year to offset inflationary increases in
 12 expenses. Notwithstanding KRS 45.229, any portion of General Fund not expended for
 13 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
 14 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

15 **8. UNIVERSITY OF KENTUCKY**

	2024-25	2025-26
16 General Fund	308,359,100	321,374,600
17 Restricted Funds	6,605,603,100	7,243,898,900
18 Federal Funds	445,827,900	485,335,200
19 TOTAL	7,359,790,100	8,050,608,700

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

22 (a) \$35,420,800 in each fiscal year for the College of Agriculture, Food and
 23 Environment's Cooperative Extension Service. Of this amount, \$4,145,500 in each fiscal
 24 year is provided to support extension agent compensation;

25 (b) \$31,434,100 in each fiscal year for the Kentucky Agricultural Experiment
 26 Station;
 27

- 1 (c) \$10,176,200 in each fiscal year for the Center for Applied Energy Research;
- 2 (d) \$4,076,300 in each fiscal year for the Kentucky Geological Survey;
- 3 (e) \$4,034,200 in each fiscal year for the Veterinary Diagnostic Laboratory;
- 4 (f) \$2,040,500 in each fiscal year for the Sanders-Brown Center on Aging;
- 5 (g) \$1,800,000 in each fiscal year for the College of Agriculture, Food and
- 6 Environment's Division of Regulatory Services;
- 7 (h) \$600,000 in each fiscal year for the College of Agriculture, Food and
- 8 Environment's Kentucky Small Business Development Center;
- 9 (i) \$586,300 in each fiscal year for the University Press of Kentucky;
- 10 (j) Notwithstanding KRS 154A.130(4), \$500,000 in each fiscal year for the
- 11 Human Development Institute for the Supported Higher Education Project;
- 12 (k) \$450,200 in each fiscal year for the Center of Excellence in Rural Health;
- 13 (l) \$950,200 in each fiscal year for the Kentucky Cancer Registry;
- 14 (m) \$100,000 in each fiscal year for the Sports Medicine Research Institute; and
- 15 (n) \$9,944,600 in each fiscal year to cover the increase in the state's Fire and
- 16 Tornado Fund Insurance Premium.

17 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

18 **(2) Debt Service:** Included in the above General Fund appropriation is

19 \$10,530,500 in fiscal year 2024-2025 and \$23,546,000 in fiscal year 2025-2026 to

20 provide new debt service to support new bonds as set forth in Part II, Capital Projects

21 Budget, of this Act. Notwithstanding KRS 45.229, any portion of General Fund not

22 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS

23 48.705).

24 **(3) University Inflation Adjustment:** Included in the above General Fund

25 appropriation is \$11,053,200 in each fiscal year to offset inflationary increases in

26 expenses. Notwithstanding KRS 45.229, any portion of General Fund not expended for

27 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

1 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

2 **9. UNIVERSITY OF LOUISVILLE**

3		2024-25	2025-26
4	General Fund	150,882,700	162,326,200
5	Restricted Funds	1,360,861,900	1,407,019,000
6	Federal Funds	209,406,600	217,100,400
7	TOTAL	1,721,151,200	1,786,445,600

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

- 10 (a) \$695,200 in each fiscal year for the Rural Health Education Program;
- 11 (b) \$150,000 in each fiscal year for the Kentucky Autism Training Center;
- 12 (c) \$100,000 in each fiscal year for the School of Dentistry to provide dental care
13 to patients with dental issues related to drug use;
- 14 (d) \$450,000 in fiscal year 2024-2025 and \$150,000 in fiscal year 2025-2026 for
15 the Mid-South REACH Grant; and
- 16 (e) \$4,826,600 in each fiscal year to cover the increase in the state's Fire and
17 Tornado Fund Insurance Premium.

18 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

19 **(2) Debt Service:** Included in the above General Fund appropriation is
20 \$11,851,000 in fiscal year 2024-2025 and \$25,094,500 in fiscal year 2025-2026 to
21 provide new debt service to support new bonds as set forth in Part II, Capital Projects
22 Budget, of this Act. Notwithstanding KRS 45.229, any portion of General Fund not
23 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS
24 48.705).

25 **(3) University Inflation Adjustment:** Included in the above General Fund
26 appropriation is \$5,098,300 in each fiscal year to offset inflationary increases in
27 expenses. Notwithstanding KRS 45.229, any portion of General Fund not expended for

1 this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).
 2 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

3 **(4) Immigration Law Clinic:** Included in the above General Fund appropriation
 4 is a one-time allocation of \$1,500,000 in fiscal year 2024-2025 for a five-year
 5 Immigration Law Clinic at the Louis D. Brandeis School of Law. No funds shall be
 6 utilized to provide legal services to individuals deemed to be residing in the country
 7 illegally. The University of Louisville shall submit an annual report on the utilization of
 8 services beginning August 1, 2025. Notwithstanding KRS 45.229, these funds shall not
 9 lapse and shall carry forward.

10 **10. WESTERN KENTUCKY UNIVERSITY**

	2024-25	2025-26
11 General Fund	91,070,600	100,119,600
12 Restricted Funds	277,036,900	280,443,800
13 Federal Funds	31,144,000	31,144,000
14 TOTAL	399,251,500	411,707,400

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

17 (a) \$5,134,700 in fiscal year 2024-2025 and \$5,442,700 in fiscal year 2025-2026
 18 for the Gatton Academy of Mathematics and Science in Kentucky;

19 (b) \$1,750,000 in each fiscal year for the Kentucky Mesonet;

20 (c) Notwithstanding KRS 61.5991(6)(b)1.a. and b., \$1,522,200 in each fiscal year
 21 to support the university's share of the anticipated retirement costs over the university's
 22 fiscal year 2019-2020 baseline contribution as adjusted and posted under the 2024 Budget
 23 Bills tile on the Legislative Research Commission's website; and

24 (d) \$2,180,800 in each fiscal year to cover the increase in the state's Fire and
 25 Tornado Fund Insurance Premium.

26 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.
 27

(2) **Debt Service:** Included in the above General Fund appropriation is \$7,589,000 in fiscal year 2024-2025 and \$16,330,000 in fiscal year 2025-2026 to provide new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

(3) **LifeWorks at WKU:** Included in the above General Fund appropriation is a one-time allocation of \$2,200,000 in each fiscal year for the LifeWorks at WKU Program. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(4) **University Inflation Adjustment:** Included in the above General Fund appropriation is \$3,074,900 in each fiscal year to offset inflationary increases in expenses. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(5) **Reimbursement of Design Expenditures:** Notwithstanding any statute to the contrary, the Office of State Budget Director shall release funds from monies authorized in 2022 Ky. Acts ch. 199, Part II, I., 11., 002. to reimburse Western Kentucky University for all expenses incurred prior to July 1, 2023, associated with the design of the Gordon Ford College of Business building.

11. KENTUCKY COMMUNITY AND TECHNICAL COLLEGE SYSTEM

	2024-25	2025-26
General Fund	187,556,400	196,810,900
Restricted Funds	578,815,300	584,717,900
Federal Funds	294,770,800	294,770,700
TOTAL	1,061,142,500	1,076,299,500

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

1 the following:

- 2 (a) \$4,149,800 in each fiscal year for KCTCS-TRAINS;
- 3 (b) \$1,869,900 in each fiscal year for the Kentucky Fire Commission;
- 4 (c) \$1,000,000 in each fiscal year for Adult Agriculture Education; and
- 5 (d) \$4,637,500 in each fiscal year to cover the increase in the state's Fire and
- 6 Tornado Fund Insurance Premium; and
- 7 (e) \$1,000,000 in fiscal year 2025-2026 as a one-time allocation for a forensic
- 8 audit.

9 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

10 **(2) Firefighters Foundation Program Fund:** (a) Included in the above

11 Restricted Funds appropriation is \$59,101,700 in fiscal year 2024-2025 and \$59,972,100

12 in fiscal year 2025-2026 for the Firefighters Foundation Program Fund.

13 (b) Notwithstanding KRS 95A.250(1)(a), included in the above Restricted Funds

14 appropriation are sufficient funds for an incentive payment of \$4,429 in fiscal year 2024-

15 2025 and \$4,562 in fiscal year 2025-2026, plus an amount equal to the required

16 employer's contribution on the supplement in each fiscal year for each qualified

17 professional firefighter under the Firefighters Foundation Program Fund. KRS

18 95A.250(1)(b) to (e) shall remain applicable, except that the administrative expense

19 reimbursement cap under KRS 95A.250(1)(e)(3) shall not exceed \$500,000.

20 (c) Notwithstanding KRS 95A.262(2), included in the above Restricted Funds

21 appropriation is \$15,000 in each fiscal year for aid payments for each qualified volunteer

22 fire department.

23 (d) Notwithstanding KRS 95A.200 to 95A.300, \$16,800,000 in fiscal year 2024-

24 2025 shall be transferred to support projects as set forth in Part II, Capital Projects

25 Budget, of this Act.

26 **(3) Firefighters Training Center Fund:** Notwithstanding KRS 95A.262(3),

27 \$1,000,000 in Restricted Funds is provided in each fiscal year for the Firefighters

1 Training Center Fund.

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

6 **(5) Debt Service:** Included in the above General Fund appropriation is
7 \$3,202,500 in fiscal year 2024-2025 and \$11,457,000 in fiscal year 2025-2026 for new
8 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
9 Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
10 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

11 **(6) Community and Technical College Inflation Adjustment:** Included in the
12 above General Fund appropriation is \$6,935,100 in each fiscal year to offset inflationary
13 increases in expenses. Notwithstanding KRS 45.229, any portion of General Fund not
14 expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS
15 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

16 **(7) Commonwealth West Healthcare Workforce Innovation Center - Carry**
17 **Forward of Appropriation Balance:** Notwithstanding KRS 45.229, the Federal Fund
18 appropriation balance from 2022 Ky. Acts ch. 199, Part I, J., 11., (6) shall not lapse and
19 shall carry forward.

20 **(8) Efficient Operations and Innovation Plan:** The General Assembly
21 recognizes the need to improve and advance the existing Kentucky Community and
22 Technical College System. To address this need, the project authorization set out in Part
23 II, Capital Projects Budget, of this Act is contingent on the Kentucky Community and
24 Technical College System, in collaboration with the Council on Postsecondary
25 Education, submitting a proposal for approval by the General Assembly that analyzes the
26 Huron Group's recommendations. The proposal shall include action steps on the
27 following topics:

1 (a) Academic programming and training offering, including the quality of
2 credentials and program relevancy;

3 (b) A comprehensive statewide KCTCS workforce plan which may include
4 financial and academic supports, comprehensive career counseling, and experiential
5 learning elements;

6 (c) The KCTCS geographic footprint, including but not limited to the need for
7 mergers and consolidations;

8 (d) Single system accreditation versus individual college accreditation;

9 (e) Governance reform, including the KCTCS Board of Regents and the 16
10 college board of directors;

11 (f) The KCTCS funding model and its adequacy, including state appropriations,
12 existing performance funding, the funding of the system office, and modern outcome-
13 based funding structures;

14 (g) Tuition rates, with a commitment to ensuring affordability and return on
15 investment;

16 (h) The personnel system for KCTCS employees;

17 (i) Effectiveness and affordability of dual credit course offerings;

18 (j) Transferability of associate's degrees to four-year institutions; and

19 (k) Outdated or conflicting statutory language.

20 The Kentucky Community and Technical College System, in collaboration with the
21 Council on Postsecondary Education, shall develop the proposal and submit it to the
22 Legislative Research Commission by December 1, 2024.

23 **(9) Disposition of KCTCS Property:** Notwithstanding KRS 45.777, the KCTCS
24 governing board may elect to sell or dispose of real property or major equipment and
25 proceeds that are surplus to its needs and retain the proceeds of any sale.

26 **12. POSTSECONDARY EDUCATION PERFORMANCE FUND**

27

2024-25

2025-26

1	General Fund		105,000,000	115,000,000
2	TOTAL - POSTSECONDARY EDUCATION			
3		2023-24	2024-25	2025-26
4	General Fund (Tobacco)	-0-	5,843,200	6,250,000
5	General Fund	4,107,500	1,513,695,600	1,605,407,800
6	Restricted Funds	-0-	9,653,694,200	10,352,839,700
7	Federal Funds	1,280,200	1,240,551,400	1,278,157,000
8	TOTAL	5,387,700	12,413,784,400	13,242,654,500

9 **K. PUBLIC PROTECTION CABINET**

10 **Budget Units**

11 **1. SECRETARY**

12		2024-25	2025-26
13	Restricted Funds	13,228,900	12,344,700
14	Federal Funds	1,900	1,900
15	TOTAL	13,230,800	12,346,600

16 **(1) Additional Personnel:** Included in the above Restricted Funds appropriation
 17 is \$1,612,500 in fiscal year 2024-2025 and \$1,613,500 in fiscal year 2025-2026 to
 18 support additional personnel. Mandated reports shall be submitted pursuant to Part III,
 19 24. of this Act.

20 **2. PROFESSIONAL LICENSING**

21		2024-25	2025-26
22	Restricted Funds	5,449,500	5,561,900
23	Federal Funds	204,700	204,700
24	TOTAL	5,654,200	5,766,600

25 **3. BOXING AND WRESTLING AUTHORITY**

26		2024-25	2025-26
27	Restricted Funds	241,500	247,100

(1) **Increase Part-Time Hours:** Included in the above Restricted Funds appropriation is \$40,000 in each fiscal year to support an increase in hours for part-time employees. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

4. ALCOHOLIC BEVERAGE CONTROL

	2024-25	2025-26
Restricted Funds	6,963,200	7,149,600
Federal Funds	1,011,400	1,014,700
TOTAL	7,974,600	8,164,300

(1) **Training Incentive Payments:** Notwithstanding KRS 15.460(1), included in the above Restricted Funds appropriation is \$4,429 in fiscal year 2024-2025 and \$4,562 in fiscal year 2025-2026 for each participant for training incentive payments.

(2) **Special Temporary Nonprofit License:** (a) Notwithstanding any provisions of KRS Chapters 241 to 244, or regulations promulgated thereunder to the contrary, a special temporary nonprofit license shall be issued to a nonprofit organization for its use at a national conference.

(b) A special temporary nonprofit license shall authorize the holder and its employees or agents to purchase, transport, receive, possess, store, sell, donate, deliver, and serve alcoholic beverages, including wine, malt beverages, and distilled spirits, to be sold by the package or the drink, or to be served free of charge by the drink, in-person to attendees of national conferences, by auction, or by raffle, or sold or served free of charge by the drink to attendees of national conferences, and to receive alcoholic beverages from distillers, rectifiers, wineries, small farm wineries, brewers, microbreweries, wholesalers, distributors, retailers, or any other person, by gift or donation, for its use at a national conferences.

(c) The location at which the alcoholic beverages are auctioned, sold, raffled, served, or consumed under the provisions of this subsection shall not constitute a public place for the purposes of KRS Chapter 222. Nonprofit events, including national

1 conferences, may be conducted on licensed or unlicensed premises.

2 (d) A special temporary nonprofit license shall not be issued for any period longer
3 than thirty days.

4 (e) Notwithstanding any other provision of KRS Chapters 241 to 244, a distiller,
5 rectifier, winery, small farm winery, brewer, microbrewery, wholesaler, distributor, or
6 retailer may donate, give away, or deliver any of its products to a nonprofit organization
7 possessing a special temporary nonprofit license.

8 (f) Nothing herein shall prohibit the employees of a nonprofit organization that
9 holds a special temporary nonprofit license from serving or selling wine, malt beverages,
10 and distilled spirits by the drink to attendees of national conferences.

11 (g) Nothing herein shall prohibit the employees of retail drink licensees,
12 including but not limited to NQ1, NQ2, NQ3, and licensed caterers from serving or
13 selling wine, malt beverages, and distilled spirits by the drink at a national conference on
14 the account of or on behalf of a nonprofit organization that holds a special temporary
15 nonprofit license.

16 **5. CHARITABLE GAMING**

17		2024-25	2025-26
18	Restricted Funds	4,264,300	4,380,000

19 **(1) Training Incentive Payments:** Notwithstanding KRS 15.460(1), included in
20 the above Restricted Funds appropriation is \$4,429 in fiscal year 2024-2025 and \$4,562
21 in fiscal year 2025-2026 for each participant for training incentive payments.

22 **6. FINANCIAL INSTITUTIONS**

23		2024-25	2025-26
24	Restricted Funds	18,310,600	18,675,300

25 **(1) Additional Personnel:** Included in the above Restricted Funds appropriation
26 is \$2,600,000 in each fiscal year to support additional personnel and salary increases
27 equivalent to the salaries paid by the Federal Deposit Insurance Corporation, Securities

1 and Exchange Commission, and other federal supervisory agencies of similar jurisdiction.
 2 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

3 **7. HORSE RACING COMMISSION**

4		2024-25	2025-26
5	General Fund	3,666,500	3,771,200
6	Restricted Funds	116,451,000	116,575,300
7	TOTAL	120,117,500	120,346,500

8 **(1) Kentucky Thoroughbred Development Fund Supplemental Purse:**

9 Included in the above Restricted Funds appropriation is \$45,000,000 in each fiscal year to
 10 support the Kentucky Thoroughbred Development Fund supplemental purse money.
 11 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

12 **(2) Kentucky Standardbred Development Fund Supplemental Purse:**

13 Included in the above Restricted Funds appropriation is \$20,000,000 in each fiscal year to
 14 support the Kentucky Standardbred Development Fund supplemental purse money.
 15 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

16 **8. HOUSING, BUILDINGS AND CONSTRUCTION**

17		2024-25	2025-26
18	General Fund	3,085,400	3,178,000
19	Restricted Funds	25,455,200	26,040,300
20	TOTAL	28,540,600	29,218,300

21 **(1) 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 **(2) Industrial or Business Project Plan Reviews and Inspections:**

26 Notwithstanding KRS 198B.060, permit applicants may request local or state
 27 governments to perform plan review, inspection, and enforcement responsibilities related

1 to industrial or business projects.

2 **(3) Inspectors and Reviewers Reporting Requirement:** The Department of
3 Housing, Buildings and Construction shall submit a report to the Legislative Research
4 Commission, Office of Budget Review, by December 1 of each fiscal year detailing the
5 number of full-time inspectors and reviewers, in addition to the number of completed
6 inspections and plan reviews.

7 **(4) Replacement Vehicles:** Included in the above Restricted Funds appropriation
8 is \$420,000 in each fiscal year to replace inspector vehicles. Mandated reports shall be
9 submitted pursuant to Part III, 24. of this Act.

10 **(5) Uniforms:** Included in the above Restricted Funds appropriation is \$80,000 in
11 each fiscal year to support the purchase of uniforms and gear for field inspection staff.
12 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

13 **(6) Plumbing Code Books:** Included in the above Restricted Funds appropriation
14 is \$16,000 in fiscal year 2024-2025 to support printing updated booklets of the Kentucky
15 State Plumbing Law, Regulations, and Code. Mandated reports shall be submitted
16 pursuant to Part III, 24. of this Act.

17 **(7) Building Codes Enforcement Updates:** Included in the above Restricted
18 Funds appropriation is \$130,000 in fiscal year 2024-2025 and \$290,000 in fiscal year
19 2025-2026 to support the purchase of updated equipment and additional operating
20 expenses. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

21 **(8) Additional Plumbing Personnel:** Included in the above Restricted Funds
22 appropriation is \$663,700 in fiscal year 2024-2025 and \$548,700 in fiscal year 2025-2026
23 to support additional personnel and vehicles. Mandated reports shall be submitted
24 pursuant to Part III, 24. of this Act.

25 **(9) Additional HVAC Personnel:** Included in the above Restricted Funds
26 appropriation is \$152,300 in fiscal year 2024-2025 and \$113,300 in fiscal year 2025-2026
27 to support additional personnel and vehicles. Mandated reports shall be submitted

1 pursuant to Part III, 24. of this Act.

2 **9. INSURANCE**

3		2024-25	2025-26
4	Restricted Funds	17,845,800	18,060,300

5 **(1) Training Incentive Payments:** Notwithstanding KRS 15.460(1), included in
6 the above Restricted Funds appropriation is \$4,429 in fiscal year 2024-2025 and \$4,562
7 in fiscal year 2025-2026 for each participant for training incentive payments.

8 **(2) National Association of Insurance Commissioners Database:** Included in
9 the above Restricted Funds appropriation is \$100,000 in fiscal year 2024-2025 to support
10 the update and revision of the technology database to comply with proposed changes.
11 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

12 **(3) Additional Insurance Personnel:** Included in the above Restricted Funds
13 appropriation is \$300,000 in each fiscal year to support additional personnel. Mandated
14 reports shall be submitted pursuant to Part III, 24. of this Act.

15 **(4) Additional Health and Life and Managed Care Personnel:** Included in the
16 above Restricted Funds appropriation is \$312,500 in fiscal year 2024-2025 and \$313,500
17 in fiscal year 2025-2026 to support additional personnel. Mandated reports shall be
18 submitted pursuant to Part III, 24. of this Act.

19 **(5) Additional Financial Standards and Examination Personnel:** Included in
20 the above Restricted Funds appropriation is \$242,800 in fiscal year 2024-2025 and
21 \$243,800 in fiscal year 2025-2026 to support additional personnel. Mandated reports
22 shall be submitted pursuant to Part III, 24. of this Act.

23 **10. CLAIMS AND APPEALS**

24		2023-24	2024-25	2025-26
25	General Fund	1,000,000	2,215,700	2,246,800
26	Restricted Funds	-0-	1,317,200	1,317,300
27	Federal Funds	-0-	768,100	769,100

1 TOTAL 1,000,000 4,301,000 4,333,200

2 **(1) Crime Victims' Compensation Fund:** Included in the above General Fund
3 appropriation is \$1,000,000 in fiscal years 2023-2024, 2024-2025, and 2025-2026 to
4 support the Crime Victims' Compensation Fund. Notwithstanding KRS 45.229, any
5 portion of General Fund not expended for this purpose shall lapse to the Budget Reserve
6 Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part
7 III, 24. of this Act.

8 **(2) Additional Personnel:** Included in the above Federal Funds appropriation is
9 \$104,100 in fiscal year 2024-2025 and \$105,100 in fiscal year 2025-2026 to support
10 additional personnel. Mandated reports shall be submitted pursuant to Part III, 24. of this
11 Act.

12 **TOTAL - PUBLIC PROTECTION CABINET**

13		2023-24	2024-25	2025-26
14	General Fund	1,000,000	8,967,600	9,196,000
15	Restricted Funds	-0-	209,527,200	210,351,800
16	Federal Funds	-0-	1,986,100	1,990,400
17	TOTAL	1,000,000	220,480,900	221,538,200

18 **L. TOURISM, ARTS AND HERITAGE CABINET**

19 **Budget Units**

20 **1. SECRETARY**

21		2024-25	2025-26
22	General Fund	3,830,500	3,908,000
23	Restricted Funds	22,750,000	25,250,000
24	TOTAL	26,580,500	29,158,000

25 **(1) Kentucky Center for African American Heritage:** Included in the above
26 General Fund appropriation is \$500,000 in each fiscal year for the Kentucky Center for
27 African American Heritage. Notwithstanding KRS 45.229, any portion of General Fund

not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(2) Kentucky Mountain Regional Recreation Authority: Restricted Funds in the amount of \$1,750,000 in fiscal year 2024-2025 and \$1,250,000 in fiscal year 2025-2026 shall be transferred to the Department for Local Government from taxes collected pursuant to KRS 142.400(2) to support the Kentucky Mountain Regional Recreation Authority. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(3) Tourism Marketing: Included in the above Restricted Funds appropriation is an additional \$3,000,000 in fiscal year 2024-2025 and \$7,000,000 in fiscal year 2025-2026 for tourism marketing. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(4) National Quilt Museum: Included in the above Restricted Funds appropriation is \$500,000 in fiscal year 2024-2025 to support a new temporary structure for the National Quilt Museum. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(5) Southern Kentucky Tourism Initiative: Included in the above Restricted Funds appropriation is \$500,000 in fiscal year 2024-2025 to support the Southeast Kentucky Chamber of Commerce for the Southern Kentucky Tourism Initiative. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

2. ARTISANS CENTER

	2024-25	2025-26
General Fund	1,239,200	1,286,100
Restricted Funds	1,641,900	1,648,400
TOTAL	2,881,100	2,934,500

3. TOURISM

	2024-25	2025-26
General Fund	3,624,900	3,709,400

1	Restricted Funds	22,700	22,700
2	TOTAL	3,647,600	3,732,100

3 **(1) Whitehaven Welcome Center:** Included in the above General Fund
4 appropriation is \$130,000 in each fiscal year to support the Whitehaven Welcome Center.
5 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
6 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports
7 shall be submitted pursuant to Part III, 24. of this Act.

8 **4. PARKS**

9		2024-25	2025-26
10	General Fund	65,406,600	72,386,300
11	Restricted Funds	52,651,900	52,699,500
12	TOTAL	118,058,500	125,085,800

13 **(1) Park Capital Maintenance and Renovation Fund:** Notwithstanding KRS
14 148.810, no transfer to the Park Capital Maintenance and Renovation Fund shall be
15 made.

16 **(2) Debt Service:** Included in the above General Fund appropriation is
17 \$2,159,500 in fiscal year 2024-2025 and \$7,236,500 in fiscal year 2025-2026 for new
18 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
19 Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
20 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

21 **(3) Training Incentive Payments:** Notwithstanding KRS 15.460(1), included in
22 the above Restricted Funds appropriation is \$4,429 in fiscal year 2024-2025 and \$4,562
23 in fiscal year 2025-2026 for each participant for training incentive payments.

24 **(4) Parks Capital Project Tracking Plan and Report:** The Department of Parks
25 shall establish a project tracking plan and prepare a report on capital projects authorized
26 in Part II, Capital Projects Budget, of this Act, including but not limited to the projects
27 funded, the current status of each project and projected completion date, the amount

expended on each project, and filled positions associated to the projects. The Department of Parks shall submit this report on a quarterly basis beginning August 1, 2024, to the Interim Joint Budget Review Subcommittee on Economic Development, Tourism, and Environmental Protection.

5. HORSE PARK COMMISSION

	2024-25	2025-26
General Fund	2,389,100	2,572,700
Restricted Funds	12,729,500	12,906,600
Federal Funds	89,900	-0-
TOTAL	15,208,500	15,479,300

(1) **Debt Service:** Included in the above General Fund appropriation is \$63,000 in fiscal year 2024-2025 and \$189,000 in fiscal year 2025-2026 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

(2) **Training Incentive Payments:** Notwithstanding KRS 15.460(1), included in the above Restricted Funds appropriation is \$4,429 in fiscal year 2024-2025 and \$4,562 in fiscal year 2025-2026 for each participant for training incentive payments.

(3) **Additional Operating:** Included in the above Restricted Funds appropriation is \$350,000 in each fiscal year to support increased operating costs. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

6. STATE FAIR BOARD

	2023-24	2024-25	2025-26
General Fund	-0-	10,055,500	24,562,200
Restricted Funds	1,900,000	56,076,200	56,293,700
TOTAL	1,900,000	66,131,700	80,855,900

(1) **Debt Service:** Included in the above General Fund appropriation is

1 \$3,228,500 in fiscal year 2024-2025 and \$15,096,500 in fiscal year 2025-2026 for new
2 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
3 Act. Notwithstanding KRS 45.229, any portion of General Fund not expended for this
4 purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

5 **(2) Kentucky Exposition Center Equipment Replacement:** Included in the
6 above General Fund appropriation is \$2,050,000 in fiscal year 2025-2026 for the
7 replacement of equipment at the Kentucky Exposition Center. Notwithstanding KRS
8 45.229, any portion of General Fund not expended for this purpose shall lapse to the
9 Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted
10 pursuant to Part III, 24. of this Act.

11 **(3) Kentucky Exposition Center Operations:** Included in the above Restricted
12 Funds appropriation is \$1,700,000 in fiscal year 2023-2024, \$2,158,500 in fiscal year
13 2024-2025, and \$2,163,100 in fiscal year 2025-2026 to support increased operating costs
14 at the Kentucky Exposition Center. Mandated reports shall be submitted pursuant to Part
15 III, 24. of this Act.

16 **(4) Kentucky International Convention Center Operations:** Included in the
17 above Restricted Funds appropriation is \$200,000 in fiscal year 2023-2024 and in each
18 year of the 2024-2026 fiscal biennium to support increased operating costs at the
19 Kentucky International Convention Center. Mandated reports shall be submitted pursuant
20 to Part III, 24. of this Act.

21 **(5) State Fair Board Property Improvements:** Notwithstanding any statute to
22 the contrary, the State Fair Board shall offer a right of first refusal to Kentucky
23 businesses with which the Board has existing relationships before offering partnership
24 opportunities to other businesses to make improvements to hotel redevelopment. The
25 Board shall recommend the participation of Kentucky-based businesses with which it has
26 existing relationships and shall also recommend the participation of other Kentucky-
27 based businesses offering solutions to accomplish the goal of improving hotel

1 redevelopment. For the purposes of this subsection, "Kentucky-based business" means a
2 business that has employees working in Kentucky and that operates a principle executive
3 office in Kentucky from which those employees, other offices, and affiliated entities are
4 directed and controlled.

5 **(6) Kentucky Exposition Center Redevelopment Plan - Phase II:** The General
6 Assembly recognizes the need to secure the future of Kentucky State Fair Board
7 properties. To address this need, the project authorization set out in Part II, Capital
8 Projects Budget, of this Act is contingent on the State Fair Board's submission and
9 approval by the General Assembly via joint resolution of a comprehensive statewide
10 proposal regarding improvements to the properties. The proposal shall include the
11 following:

12 (a) Recommendations for private and/or local government partnerships. In
13 developing its proposal regarding private partnerships, the Board shall offer a right of
14 first refusal to Kentucky-based businesses with which it has existing relationships and
15 shall also recommend the participation of other Kentucky-based businesses offering
16 solutions to accomplish the goal of improving Board properties. For the purposes of this
17 paragraph, "Kentucky-based business" means a business that has employees working in
18 Kentucky and that operates a principle executive office in Kentucky from which those
19 employees, other offices, and affiliated entities are directed and controlled;

20 (b) Detailed financial information regarding return on investment resulting from
21 partnerships; and

22 (c) A 50 percent match of the state contribution from private and/or local
23 government partners.

24 The proposal may also include a plan of action regarding disposal of property to
25 local governments. The State Fair Board shall develop the proposal and present it to the
26 Interim Joint Committee on Appropriations and Revenue by December 1, 2024.

27 **(7) Public-Private Partnerships Sunset:** Notwithstanding KRS 45A.077(8), the

utilization of the public-private partnership delivery method for State Fair Board projects of at least \$25,000,000 does not need to be explicitly authorized by the General Assembly.

7. FISH AND WILDLIFE RESOURCES

	2024-25	2025-26
Restricted Funds	68,557,900	69,671,300
Federal Funds	36,625,000	36,446,400
TOTAL	105,182,900	106,117,700

(1) Fish and Wildlife Resources Peace Officers' Stipend: Notwithstanding KRS 15.460(1), included in the above Restricted Funds appropriation is \$4,429 in fiscal year 2024-2025 and \$4,562 in fiscal year 2025-2026 for each participant for training incentive payments.

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

(3) Conservation Camps: Included in the above Restricted Funds appropriation is \$250,000 in each fiscal year to support conservation camps. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(4) Bio-Acoustic Fish Fence at Lake Barkley Lock: Included in the above appropriations is \$200,000 in Restricted Funds and \$600,000 in Federal Funds in fiscal year 2024-2025 for a bio-acoustic fish fence at Lake Barkley Lock. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

8. HISTORICAL SOCIETY

	2024-25	2025-26
General Fund	10,310,100	10,849,600

1	Restricted Funds	351,200	316,200
2	Federal Funds	170,000	170,000
3	TOTAL	10,831,300	11,335,800

4 **(1) Debt Service:** Included in the above General Fund appropriation is \$51,000 in
5 fiscal year 2024-2025 and \$144,500 in fiscal year 2025-2026 for new debt service to
6 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.
7 Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose
8 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705).

9 **(2) Sestercentennial Commissions:** Included in the above General Fund
10 appropriation is \$2,180,000 in fiscal year 2024-2025 and \$2,505,000 in fiscal year 2025-
11 2026 to support the Kentucky Sestercentennial Commission and the Harrodsburg
12 Sestercentennial Commission. Notwithstanding KRS 45.229, any portion of General
13 Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund
14 Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of
15 this Act.

16 **9. ARTS COUNCIL**

17		2024-25	2025-26
18	General Fund	1,833,500	1,860,300
19	Restricted Funds	87,200	87,200
20	Federal Funds	828,000	831,300
21	TOTAL	2,748,700	2,778,800

22 **10. HERITAGE COUNCIL**

23		2024-25	2025-26
24	General Fund	1,783,800	1,844,900
25	Restricted Funds	691,700	691,700
26	Federal Funds	1,060,500	1,078,400
27	TOTAL	3,536,000	3,615,000

(1) **Kentucky African American Heritage Commission:** Included in the above General Fund appropriation is \$50,000 in each fiscal year to support the Kentucky African American Heritage Commission. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(2) **American Battlefield Trust:** Notwithstanding KRS 45.229, any unexpended balance from the appropriation set forth in 2022 Ky. Acts ch. 199, Part I, L., 10., (2), shall not lapse and shall carry forward into fiscal year 2025-2026.

11. KENTUCKY CENTER FOR THE ARTS

	2024-25	2025-26
General Fund	622,500	622,500

(1) **Governor's School for the Arts:** Included in the above General Fund appropriation is \$622,500 in each fiscal year to support the Governor's School for the Arts. Notwithstanding KRS 45.229, any portion of General Fund not expended for this purpose shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

TOTAL - TOURISM, ARTS AND HERITAGE CABINET

	2023-24	2024-25	2025-26
General Fund	-0-	101,095,700	123,602,000
Restricted Funds	1,900,000	215,560,200	219,587,300
Federal Funds	-0-	38,773,400	38,526,100
TOTAL	1,900,000	355,429,300	381,715,400

M. BUDGET RESERVE TRUST FUND

Budget Unit

1. BUDGET RESERVE TRUST FUND

	2023-24	2024-25	2025-26
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1 General Fund 2,017,591,200 873,650,500 -0-

2 **PART II**

3 **CAPITAL PROJECTS BUDGET**

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

5 Moneys in the Capital Construction Fund are appropriated for the following capital
6 projects subject to the conditions and procedures in this Act. Items listed without
7 appropriated amounts are previously authorized for which no additional amount is
8 required. These items are listed in order to continue their current authorization into the
9 2024-2026 fiscal biennium. Unless otherwise specified, reauthorized projects shall
10 conform to the original authorization enacted by the General Assembly.

11 **(2) Expiration of Existing Line-Item Capital Construction Projects:** All
12 appropriations to existing line-item capital construction projects expire on June 30, 2024,
13 unless reauthorized in this Act with the following exceptions: (a) A construction or
14 purchase contract for the project shall have been awarded by June 30, 2024; (b)
15 Permanent financing or a short-term line of credit sufficient to cover the total authorized
16 project scope shall have been obtained in the case of projects authorized for bonds, if the
17 authorized project completes an initial draw on the line of credit within the fiscal
18 biennium immediately subsequent to the original authorization; and (c) Grant or loan
19 agreements, if applicable, shall have been finalized and properly signed by all necessary
20 parties by June 30, 2024. Notwithstanding the criteria set forth in this subsection and
21 KRS 45.229 and 45.770(5)(d), funds appropriated to 2024-2026 fiscal biennium
22 nonstatutory maintenance pools shall not lapse and shall carry forward.

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

1 **(4) Appropriations for Projects Not Line-Itemized:** Inasmuch as the
2 identification of specific projects in a variety of areas of the state government cannot be
3 ascertained with absolute certainty at this time, amounts are appropriated for specific
4 purposes to projects which are not individually identified in this Act in the following
5 areas: Kentucky Infrastructure Authority Water and Sewer projects; Flood Control
6 projects; Repair of State-Owned Dams; Guaranteed Energy Savings Performance
7 Contract projects; Wetland and Stream Mitigation projects; General Fund, Investment
8 Income, Restricted Fund, Federal Fund, Bond-funded, and Aircraft maintenance pools;
9 Economic Development projects, which shall include authorization for the High-Tech
10 Construction Pool and the High-Tech Investment Pool; Postsecondary Education pools;
11 Legacy System Retirement Pool; Wastewater Treatment Upgrades Pool; Utility
12 Infrastructure Replacement Pool; and State Fair Board property improvements.
13 Notwithstanding any statute to the contrary, projects estimated to cost \$1,000,000 and
14 over and equipment estimated to cost \$200,000 and over shall be reported to the Capital
15 Projects and Bond Oversight Committee.

16 **(5) Capital Construction and Equipment Purchase Contingency Account:** If
17 funds in the Capital Construction and Equipment Purchase Contingency Account are not
18 sufficient, then up to \$1,000,000 of expenditures are to be paid first from the General
19 Fund Surplus Account (KRS 48.700), if available, or from the Budget Reserve Trust
20 Fund Account (KRS 48.705), subject to the conditions and procedures provided in this
21 Act.

22 **(6) Emergency Repair, Maintenance, and Replacement Account:** If funds in
23 the Emergency Repair, Maintenance, and Replacement Account are not sufficient, then
24 up to \$2,500,000 of expenditures are to be paid first from the General Fund Surplus
25 Account (KRS 48.700), if available, or from the Budget Reserve Trust Fund Account
26 (KRS 48.705), subject to the conditions and procedures provided in this Act.

27 **(7) Appropriation-Supported Debt:** To lower the cost of borrowing, the

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

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

18 **(9) Public-Private Partnerships Sunset:** Notwithstanding KRS 45A.077(8), the
 19 utilization of the public-private partnership delivery method for projects of at least
 20 \$25,000,000 does not need to be explicitly authorized by the General Assembly.

21 **A. GENERAL GOVERNMENT**

22 Budget Units	2023-24	2024-25	2025-26
23 1. VETERANS' AFFAIRS			
24 001. Maintenance Pool - 2024-2026			
25 Investment Income	-0-	1,000,000	1,000,000
26 002. Renovate Interior/Exterior Thomson-Hood Veterans Center			
27 Bond Funds	-0-	-0-	7,000,000

1	003.	Replace Roof Eastern Kentucky Veterans Center			
2		Bond Funds	-0-	1,500,000	-0-
3	004.	Replace Exterior Lighting Thomson-Hood Veterans Center			
4		Bond Funds	-0-	1,500,000	-0-
5	005.	Replace Fire System Western Kentucky Veterans Center			
6		Bond Funds	-0-	1,500,000	-0-
7	006.	Replace Roof Western Kentucky Veterans Center			
8		Bond Funds	-0-	1,500,000	-0-
9	007.	Expansion of Columbarium Wall Kentucky Veterans Cemetery West			
10		Federal Funds	1,281,000	-0-	-0-
11	008.	Expansion of Columbarium Wall Kentucky Veterans Cemetery Central			
12		Federal Funds	1,862,000	-0-	-0-
13	009.	Radcliff Veterans Center HVAC System Replacement			
14		Bond Funds	-0-	9,000,000	-0-
15	2.	KENTUCKY INFRASTRUCTURE AUTHORITY			
16	001.	KIA Fund A - Federally Assisted Wastewater Program			
17		Federal Funds	38,784,000	51,881,000	54,291,000
18		Bond Funds	-0-	4,563,000	9,369,000
19		Agency Bonds	-0-	-0-	30,000,000
20		TOTAL	38,784,000	56,444,000	93,660,000
21	002.	KIA Fund F - Drinking Water Revolving Loan Program			
22		Federal Funds	69,596,000	84,218,000	86,546,000
23		Bond Funds	-0-	3,766,000	8,286,000
24		Agency Bonds	-0-	-0-	30,000,000
25		TOTAL	69,596,000	87,984,000	124,832,000
26	003.	KIA Fund B - Infrastructure Revolving Fund			
27		Bond Funds	-0-	-0-	25,000,000

1	3. MILITARY AFFAIRS			
2	001. Construct Readiness Center Somerset - Additional			
3	Federal Funds	-0-	5,438,000	-0-
4	Bond Funds	-0-	4,032,000	-0-
5	TOTAL	-0-	9,470,000	-0-
6	002. Construct Armory Addition - Shelbyville			
7	Federal Funds	-0-	3,000,000	-0-
8	Bond Funds	-0-	1,000,000	-0-
9	TOTAL	-0-	4,000,000	-0-
10	003. Armory Installation Facility Maintenance Pool - 2024-2026			
11	Bond Funds	-0-	4,000,000	4,000,000
12	004. Bluegrass Station Facility Maintenance Pool - 2024-2026			
13	Restricted Funds	-0-	1,000,000	1,000,000
14	005. Construct Support Building W. H. Ford Reserve Training Center - Additional			
15	Federal Funds	-0-	1,000,000	-0-
16	006. Extension of Utilities W. H. Ford Training Site			
17	Federal Funds	-0-	2,000,000	-0-
18	007. Construct Improve Sewer System Bluegrass Station			
19	Restricted Funds	-0-	5,000,000	-0-
20	008. Construct Armory 4 - Frankfort			
21	Federal Funds	-0-	3,000,000	-0-
22	Bond Funds	-0-	1,000,000	-0-
23	TOTAL	-0-	4,000,000	-0-
24	009. Modernization Pool KY National Guard - 2024-2026			
25	Federal Funds	-0-	6,000,000	-0-
26	Bond Funds	-0-	2,000,000	-0-
27	TOTAL	-0-	8,000,000	-0-

1	010.	Construct Fitness Center Facility at WHFRTC			
2		Federal Funds	-0-	5,000,000	-0-
3	011.	Construct Civil Support Team Facility - Additional			
4		Federal Funds	-0-	7,200,000	-0-
5	012.	KY Youth Challenge Academy Maintenance Pool - 2024-2026			
6		Investment Income	-0-	1,000,000	1,000,000
7	013.	Upgrade of HVAC JSO			
8		Federal Funds	-0-	2,000,000	-0-
9	014.	Construct New Barracks at HLDTS			
10		Federal Funds	-0-	3,000,000	-0-
11	015.	Construct New Barracks at WHFRTC - Additional			
12		Federal Funds	-0-	1,000,000	-0-
13	016.	Construct HLDTS Athletic Field - Additional			
14		Federal Funds	-0-	1,000,000	-0-
15	017.	Restoration Ashland Armory - Phase 1			
16		Federal Funds	-0-	3,000,000	-0-
17		Bond Funds	-0-	1,000,000	-0-
18		TOTAL	-0-	4,000,000	-0-
19	018.	Construct HLDTS Drainage Improvement			
20		Federal Funds	-0-	2,000,000	-0-
21	019.	Construct Bowman Organizational Maintenance Shop Restoration			
22		Federal Funds	-0-	3,000,000	-0-
23	020.	Construct Facilities Operations Maintenance Complex WHFRTC			
24		Federal Funds	-0-	3,000,000	-0-
25	021.	Construct Jackson Field Maintenance Shop			
26		Federal Funds	-0-	15,000,000	-0-
27	022.	Construct FMS Burlington-Additional			

1	Federal Funds	-0-	1,750,000	-0-
2	023. Bluegrass Station Setzer Properties - Lease			
3	024. Bluegrass Station BLDGS 341 & 344 - Lease			
4	025. Bluegrass Station Building 197 - Lease			
5	026. Bluegrass Station BLDG 102 - Lease			
6	027. Bluegrass Station Crumley Hangar BLDG 352 - Lease			
7	4. DEPARTMENT FOR LOCAL GOVERNMENT			
8	001. Flood Control Local Match			
9	Bond Funds	-0-	6,000,000	6,000,000
10	5. ATTORNEY GENERAL			
11	001. Franklin County - Lease			
12	6. TREASURY			
13	001. Xerox Check Printer			
14	Investment Income	-0-	66,000	66,000
15	002. Xerox Check Printer - Secondary			
16	Investment Income	-0-	66,000	66,000
17	7. COMMONWEALTH'S ATTORNEYS			
18	001. Jefferson County - Lease			
19	8. AGRICULTURE			
20	001. Franklin County - Lease			
21	9. KENTUCKY RIVER AUTHORITY			
22	001. Design and Repair Dam 7 Reauthorization (\$6,400,000 Restricted Funds)			
23	002. Design Lock 5 Reauthorization (\$800,000 Restricted Funds)			
24	003. Locks 2 & 3 Upper Guide Wall Repairs Reauthorization (\$4,131,000			
25	Restricted Funds)			
26	10. SCHOOL FACILITIES CONSTRUCTION COMMISSION			
27	001. Offers of Assistance - 2022-2024			

1	Bond Funds	-0-	85,000,000	-0-
2	002. School Facilities Construction Commission Reauthorization (\$75,900,000			
3	Bond Funds)			
4	003. Special Offers of Assistance - 2024-2025			
5	Bond Funds	-0-	61,641,000	-0-
6	004. Secondary Area Technology Center Renovation Pool - 2025-2026			
7	Bond Funds	-0-	-0-	50,000,000
8	005. School Facility Assistance Fund - 2025-2026			
9	Bond Funds	-0-	-0-	146,696,000
10	11. KENTUCKY COMMUNICATIONS NETWORK AUTHORITY			
11	001. KentuckyWired Critical Infrastructure Upgrades			
12	Bond Funds	-0-	6,464,000	6,463,000
13	002. KentuckyWired Critical Infrastructure Purchases			
14	Bond Funds	-0-	12,432,000	-0-

15 **B. ECONOMIC DEVELOPMENT CABINET**

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

25 **(2) Use of New Economy Funds:** Notwithstanding KRS 154.12-100, 154.12-
26 278(4) and (5), and 154.20-035, the Secretary of the Cabinet for Economic Development
27 may use funds appropriated in the Economic Development Fund Program, High-Tech

1 Construction/Investment Pool, and the Kentucky Economic Development Finance
 2 Authority Loan Pool interchangeably for economic development projects.

3 **Budget Unit** **2024-25** **2025-26**

4 **1. ECONOMIC DEVELOPMENT**

5 **001.** Economic Development Bond Programs - 2024-2026

6 Bond Funds 5,000,000 5,000,000

7 **002.** High-Tech Construction/Investment Pool - 2024-2026

8 Bond Funds 5,000,000 5,000,000

9 **003.** Kentucky Economic Development Finance Authority Loan Pool - 2024-2026

10 Bond Funds 5,000,000 5,000,000

11 **C. DEPARTMENT OF EDUCATION**

12 **Budget Units** **2024-25** **2025-26**

13 **1. OPERATIONS AND SUPPORT SERVICES**

14 **001.** Maintenance Pool - 2024-2026

15 Investment Income 3,100,000 -0-

16 **002.** Education Finance Application Phase 2

17 Bond Funds 2,000,000 -0-

18 **2. LEARNING AND RESULTS SERVICES**

19 **001.** Dormitory Cottage Renovation

20 Investment Income 500,000 -0-

21 **002.** McDaniel/Scoggin Classroom Building Upgrades

22 Bond Funds 8,000,000 -0-

23 **003.** State Schools Exterior Building Maintenance

24 Bond Funds 1,000,000 -0-

25 **004.** State Schools Safety and Security Pool

26 Bond Funds 1,000,000 -0-

27 **005.** Future Farmers of America Activity Center

1	Bond Funds	1,000,000	-0-
2	D. EDUCATION AND LABOR CABINET		
3	Budget Units	2024-25	2025-26
4	1. GENERAL ADMINISTRATION AND PROGRAM SUPPORT		
5	001. Maintenance Pool - 2024-2026		
6	Investment Income	500,000	500,000
7	2. KENTUCKY EDUCATIONAL TELEVISION		
8	001. Maintenance Pool - 2024-2026		
9	Investment Income	750,000	750,000
10	002. KET Capitol Production Center Maintenance Pool - 2024-2026		
11	Investment Income	500,000	500,000
12	003. KET Studio Lighting		
13	General Fund	1,750,000	-0-
14	3. LIBRARIES AND ARCHIVES		
15	a. General Operations		
16	001. Franklin County - Lease		
17	4. WORKFORCE DEVELOPMENT		
18	001. Maintenance Pool - 2024-2026		
19	Investment Income	700,000	700,000
20	002. Replace Vocational Rehabilitation Case Management System		
21	Federal Funds	3,180,000	-0-
22	003. Replace Workforce Innovation and Opportunity Act/Career Development		
23	Office Case Management System		
24	Federal Funds	2,250,000	1,000,000
25	004. Replace Wastewater Treatment Plant - Carl D. Perkins Treatment Facility		
26	Federal Funds	3,000,000	-0-
27	005. Replace Unemployment Insurance System Additional Reauthorization		

1	(\$7,500,000 General Fund, \$30,000,000 Restricted Funds, \$10,000,000 Bond Funds)		
2	Restricted Funds	38,000,000	-0-
3	006. Kenton County - Lease		
4	007. Hardin County - Lease		

E. ENERGY AND ENVIRONMENT CABINET

6	Budget Units	2023-24	2024-25	2025-26
7	1. SECRETARY			
8	001. Maintenance Pool - 2024-2026			
9	Investment Income	-0-	479,000	533,000
10	2. ENVIRONMENTAL PROTECTION			
11	001. State-Owned Dam Repair - 2024-2026			
12	Bond Funds	-0-	22,200,000	-0-
13	002. Remediate and Cleanup Wiley Property Site			
14	Bond Funds	-0-	9,480,000	-0-
15	003. Remediate and Cleanup State Superfund Sites			
16	Bond Funds	-0-	1,038,000	1,000,000
17	004. Replace Emergency Response Team Command Unit			
18	Restricted Funds	275,000	-0-	-0-
19	3. NATURAL RESOURCES			
20	001. Replace Unsafe Fire Equipment			
21	Bond Funds	-0-	1,273,000	-0-
22	002. Kentucky Abandoned Storage Tank and Orphan Well Program			
23	Reauthorization (\$1,000,000 General Fund)			
24	003. Remediate and Cleanup Abandoned Storage Tanks and Orphan Wells			
25	General Fund	-0-	500,000	500,000
26	F. FINANCE AND ADMINISTRATION CABINET			
27	Budget Units		2024-25	2025-26

1	1. CONTROLLER			
2	001. Upgrade & Enhancement eMARS Systems			
3	Bond Funds	3,500,000		-0-
4	2. FACILITIES AND SUPPORT SERVICES			
5	001. Guaranteed Energy Savings Performance Contracts			
6	Other Funds	50,000,000		-0-
7	002. Maintenance Pool - 2024-2026			
8	Investment Income	7,500,000	7,500,000	
9	003. Renovate Cabinet for Human Resources Phase 1			
10	Bond Funds	5,000,000		-0-
11	004. Asphalt Pool			
12	Bond Funds	1,500,000		-0-
13	005. Roof Pool			
14	Bond Funds	3,000,000		-0-
15	006. Replace Roof for Transportation Building			
16	Bond Funds	-0-	8,000,000	
17	007. Replace Roof for Central Lab Building			
18	Bond Funds	8,000,000		-0-
19	008. Historic Properties Deferred Maintenance Pool - 2024-2026			
20	Bond Funds	6,000,000		-0-
21	009. Capitol Annex Renovation			
22	Bond Funds	168,000,000		-0-
23	3. COMMONWEALTH OFFICE OF TECHNOLOGY			
24	001. Replace and Modernize Legacy Systems			
25	Bond Funds	5,000,000	5,000,000	
26	002. Alternate Data Center Lease			
27	003. Kentucky Business OneStop (KyBOS) Phase IV Reauthorization (\$4,128,000			

1 General Fund)

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

3 **Budget Units** **2024-25** **2025-26**

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

5 **001. Maintenance Pool - 2024-2026**

6 Investment Income 12,154,000 12,154,000

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

8 **001. Jefferson County - Lease**

9 **3. BEHAVIORAL HEALTH, DEVELOPMENTAL AND INTELLECTUAL**
10 **DISABILITIES**

11 **001. Construct Forensic Psychiatric Hospital - KCPC**

12 Bond Funds 63,863,000 -0-

13 **002. Upgrade Mechanical Lines - WSH**

14 Bond Funds 3,985,000 -0-

15 **003. Replace Water Lines - Oakwood**

16 Bond Funds 4,507,000 -0-

17 **004. Replace HVAC Piping - WSH**

18 Bond Funds 12,019,000 -0-

19 **4. PUBLIC HEALTH**

20 **001. Expand Central Laboratory**

21 Bond Funds 36,450,000 -0-

22 **5. INCOME SUPPORT**

23 **001. Franklin County - Lease**

24 **6. COMMUNITY BASED SERVICES**

25 **001. Kenton County - Lease**

26 **002. Fayette County - Lease**

27 **003. Warren County - Lease**

- 1 **004.** Daviess County - Lease
- 2 **005.** Perry County - Lease
- 3 **006.** Boone County - Lease
- 4 **007.** Hardin County - Lease
- 5 **008.** Boyd County - Lease
- 6 **009.** Campbell County - Lease
- 7 **010.** Johnson County - Lease
- 8 **011.** Shelby County - Lease
- 9 **012.** Greenup County - Lease
- 10 **013.** Muhlenberg County - Lease
- 11 **014.** Madison County - Lease
- 12 **015.** Marshall County - Lease

H. JUSTICE AND PUBLIC SAFETY CABINET

14 Budget Units	2023-24	2024-25	2025-26
15 1. JUSTICE ADMINISTRATION			
16 001. Northern Kentucky Medical Examiner Office - Lease			
17 2. CRIMINAL JUSTICE TRAINING			
18 001. Maintenance Pool - 2024-2026			
19 Restricted Funds	-0-	3,000,000	3,000,000
20 3. JUVENILE JUSTICE			
21 001. Maintenance Pool - 2024-2026			
22 Investment Income	-0-	5,000,000	5,000,000
23 002. Renovate Louisville Detention Center Additional Reauthorization			
24 (\$13,400,000 General Fund)			
25 Bond Funds	-0-	25,500,000	-0-
26 003. Renovate Lyndon Facility Additional Reauthorization (\$4,500,000 General			
27 Fund)			

1	Bond Funds	-0-	3,000,000	-0-
2	004. Retrofit McCracken County Juvenile Detention Center			
3	Bond Funds	-0-	11,000,000	-0-
4	005. Retrofit Breathitt County Juvenile Detention Center			
5	Bond Funds	-0-	9,600,000	-0-
6	006. Retrofit Fayette County Juvenile Detention Center			
7	Bond Funds	-0-	2,600,000	-0-
8	4. STATE POLICE			
9	001. Maintenance Pool - 2024-2026			
10	Bond Funds	-0-	7,000,000	-0-
11	Investment Income	-0-	-0-	5,000,000
12	TOTAL	-0-	7,000,000	5,000,000
13	002. Construct New Skills Pad at Training Academy			
14	Bond Funds	-0-	3,900,000	-0-
15	003. Purchase of New Helicopter			
16	Bond Funds	-0-	8,000,000	-0-
17	004. Replace and Repair Various HVAC			
18	Bond Funds	-0-	5,000,000	-0-
19	005. Upgrade Telecommunicator Technology			
20	Bond Funds	-0-	2,200,000	-0-
21	006. Construct Post 1 (Hickory) Radio Room Expansion			
22	Bond Funds	-0-	1,000,000	-0-
23	007. Emergency Radio System Replacement Additional			
24	Bond Funds	-0-	47,900,000	-0-
25	008. Posts 7 (Richmond) & 10 (Harlan) Construction Additional Reauthorization			
26	(\$8,456,000 Bond Funds)			
27	Bond Funds	-0-	7,250,000	-0-

1	5. CORRECTIONS			
2	a. Adult Correctional Institutions			
3	001. Maintenance Pool - 2024-2026			
4	Bond Funds	-0-	20,000,000	20,000,000
5	002. Repair Northpoint Training Center - Exterior Dorms Masonry Tuckpoint			
6	Bond Funds	-0-	2,320,000	-0-
7	003. Replace KY State Penitentiary - Gates & Controls at Cellhouses 3, 4, 5, & 6			
8	Bond Funds	-0-	-0-	5,950,000
9	004. Install Little Sandy Correctional Complex - Furniture Package			
10	Bond Funds	-0-	5,000,000	-0-
11	005. Renovate Northpoint Training Center - Restricted Housing Unit			
12	Bond Funds	-0-	1,800,000	-0-
13	006. Replace Northpoint Training Center - HVAC at Dormitories			
14	Bond Funds	-0-	-0-	4,720,000
15	007. Upgrade Green River Correctional Complex - Full Electrical System			
16	Bond Funds	-0-	4,000,000	-0-
17	008. Assess Statewide Electrical System			
18	Bond Funds	-0-	2,000,000	-0-
19	009. Design Level 4 Prison in Eastern KY			
20	Bond Funds	-0-	29,000,000	-0-
21	010. Replace KY State Penitentiary - Utilities Infrastructure			
22	Bond Funds	-0-	4,320,000	-0-
23	011. Southeast State Correctional Complex - Lease			
24	012. Repair and Paint Various Water Towers - Additional			
25	Bond Funds	-0-	2,400,000	-0-
26	013. Relocate Medical Services Phase II			
27	Bond Funds	-0-	58,013,000	-0-

1	014.	Eastern Kentucky Correctional Complex - Facade and Structural			
2		Repair/Replacement			
3		Bond Funds	-0-	85,400,000	-0-
4	015.	Eastern Kentucky Correctional Complex - HVAC Replacement			
5		Bond Funds	-0-	80,000,000	-0-
6	016.	Kentucky State Reformatory - Demolition			
7		Bond Funds	-0-	-0-	7,036,000
8	017.	Kentucky State Penitentiary Security Fence Additional Reauthorization			
9		(\$1,517,000 General Fund)			
10		General Fund	2,100,000	-0-	-0-
11	b.	Community Services and Local Facilities			
12	001.	Bellevue Probation and Parole - Lease			
13	002.	Lexington Probation and Parole - Lease			
14	6.	PUBLIC ADVOCACY			
15	001.	Franklin County - Lease			
16	002.	Fayette County - Lease			
17	003.	Louisville/Jefferson County - Lease			
18	004.	Case Management System Reauthorization (\$1,650,000 General Fund)			

19 **I. POSTSECONDARY EDUCATION**

20 **(1) Postsecondary Education Asset Preservation Pool:** The Postsecondary
 21 Education Asset Preservation Pool provides funding for individual asset preservation,
 22 renovation, and maintenance projects at Kentucky's public postsecondary institutions in
 23 Education, General, and state-owned and operated residential housing facilities. For fiscal
 24 years 2024-2025 and 2025-2026, each project for research institutions shall be matched at
 25 25 percent from funds provided by each research institution. Capital projects as defined
 26 in KRS 45.750(1)(f) are hereby authorized from these funds or combination of funds
 27 thereof and shall be reported to the Capital Projects and Bond Oversight Committee.

Budget Units	2024-25	2025-26
1. KENTUCKY HIGHER EDUCATION ASSISTANCE AUTHORITY		
001. Mobile Outreach Vehicle		
Restricted Funds	950,000	-0-
2. KENTUCKY HIGHER EDUCATION STUDENT LOAN CORPORATION		
001. Jefferson County - Lease		
3. EASTERN KENTUCKY UNIVERSITY		
001. Asset Preservation Pool - 2024-2026		
Bond Funds	25,910,000	25,910,000
002. Construct New Model Laboratory School Phase II		
Bond Funds	59,100,000	-0-
003. Athletics Capital Improvements Pool - 2024-2026		
Restricted Funds	25,000,000	-0-
Agency Bonds	25,000,000	-0-
Other Funds	25,000,000	-0-
TOTAL	75,000,000	-0-
004. Maintain/Expand Begley Building		
Agency Bonds	40,000,000	-0-
005. Upgrade Campus Infrastructure		
Other Funds	40,000,000	-0-
(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
006. Miscellaneous Maintenance Pool - 2024-2026		
Restricted Funds	20,000,000	-0-
007. Innovation and Commercialization Pool - 2024-2026		
Restricted Funds	5,000,000	-0-
Other Funds	10,000,000	-0-
TOTAL	15,000,000	-0-

1	008.	Improve Campus Pedestrian, Park and Transportation Pool - 2024-2026		
2		Restricted Funds	3,000,000	-0-
3		Agency Bonds	8,000,000	-0-
4		Other Funds	3,000,000	-0-
5		TOTAL	14,000,000	-0-
6	009.	Campus Data Network Pool - 2024-2026		
7		Restricted Funds	13,000,000	-0-
8	010.	Property Acquisitions Pool - 2024-2026		
9		Restricted Funds	5,000,000	-0-
10		Other Funds	5,000,000	-0-
11		TOTAL	10,000,000	-0-
12	011.	Upgrade and Improve Residence Halls Pool - 2024-2026		
13		Restricted Funds	10,000,000	-0-
14	012.	Academic Computing Pool - 2024-2026		
15		Restricted Funds	8,000,000	-0-
16	013.	Scientific and Research Equipment Pool - 2024-2026		
17		Restricted Funds	3,000,000	-0-
18		Federal Funds	2,200,000	-0-
19		Other Funds	2,200,000	-0-
20		TOTAL	7,400,000	-0-
21	014.	Administrative Computing Pool - 2024-2026		
22		Restricted Funds	6,500,000	-0-
23	015.	Renovate/Repurpose Commonwealth Hall		
24		Restricted Funds	6,000,000	-0-
25	016.	Aviation Acquisition Pool - 2024-2026		
26		Restricted Funds	5,000,000	-0-
27	017.	Renovate Additional University Services Space		

1	Restricted Funds	2,000,000	-0-
2	Other Funds	500,000	-0-
3	TOTAL	2,500,000	-0-
4	018. Chemistry and Translational Research Pool - 2024-2026		
5	Restricted Funds	900,000	-0-
6	Other Funds	425,000	-0-
7	TOTAL	1,325,000	-0-
8	019. Natural Areas Improvement Pool - 2024-2026		
9	Restricted Funds	1,000,000	-0-
10	020. Asset Preservation Pool - 2022-2024 Reauthorization (\$8,222,000 Restricted		
11	Funds)		
12	021. Guaranteed Energy Savings Performance Contracts		
13	022. Lease - Aviation		
14	023. Lease - New Housing Space		
15	024. Lease - Madison County - Student Housing		
16	025. Lease - Madison County - Land		
17	026. Lease 1 - Multi-Property - Multi-Use		
18	027. Lease 2 - Multi-Property - Multi-Use		
19	4. KENTUCKY STATE UNIVERSITY		
20	001. Asset Preservation Pool - 2024-2026		
21	Bond Funds	30,000,000	30,000,000
22	002. Design Health Sciences Center		
23	Bond Funds	-0-	5,000,000
24	003. Acquire Land		
25	Restricted Funds	1,044,000	-0-
26	Federal Funds	1,044,000	-0-
27	TOTAL	2,088,000	-0-

1	004.	Asset Preservation Pool - 2022-2024 Reauthorization (\$2,412,000 Restricted		
2		Funds)		
3	5.	MOREHEAD STATE UNIVERSITY		
4	001.	Asset Preservation Pool - 2024-2026		
5		Bond Funds	18,835,000	18,835,000
6	002.	Construct Multi-Disciplinary Classroom Building		
7		Bond Funds	90,000,000	-0-
8	003.	Construct New Residence Hall #1		
9		Agency Bonds	49,800,000	-0-
10	004.	Construct New Residence Hall #2		
11		Agency Bonds	40,350,000	-0-
12	005.	Capital Renewal and Maintenance Pool - Auxiliary Additional		
13		Reauthorization (\$4,639,000 Agency Bonds)		
14		Agency Bonds	6,428,000	-0-
15	006.	Renovate Fields Residence Hall Additional Reauthorization (\$4,920,000		
16		Agency Bonds)		
17		Agency Bonds	4,124,000	-0-
18	007.	Renovate Grote-Thompson Residence Hall Additional Reauthorization		
19		(\$4,920,000 Agency Bonds)		
20		Agency Bonds	4,124,000	-0-
21	008.	Renovate and Replace Exterior Precast Panels - Nunn Hall Additional		
22		Reauthorization (\$3,148,000 Agency Bonds)		
23		Agency Bonds	630,000	-0-
24	009.	Renovate Normal Residence Hall Additional Reauthorization (\$3,840,000		
25		Agency Bonds)		
26		Agency Bonds	580,000	-0-
27	010.	Comply with ADA - Auxiliary Reauthorization (\$2,079,000 Agency Bonds)		

1	011.	Construct New Residence Hall Reauthorization (\$38,792,000 Agency Bonds)		
2	012.	Guaranteed Energy Savings Performance Contracts		
3	6.	MURRAY STATE UNIVERSITY		
4	001.	Asset Preservation Pool - 2024-2026		
5		Bond Funds	23,341,000	23,341,000
6	002.	Construct Learning Commons with Housing		
7		Bond Funds	38,000,000	-0-
8	003.	Athletic Facilities Improvement Pool - 2024-2026		
9		Restricted Funds	20,000,000	-0-
10		Agency Bonds	20,000,000	-0-
11		TOTAL	40,000,000	-0-
12	004.	Construct/Renovate Dining Facility		
13		Restricted Funds	30,000,000	-0-
14	005.	Replace College Courts Apartments		
15		Agency Bonds	15,000,000	-0-
16	006.	Asset Preservation Pool - Residence Halls		
17		Agency Bonds	6,000,000	-0-
18	007.	Enhance Dining Facility		
19		Restricted Funds	4,884,000	-0-
20	008.	Acquire Property		
21		Restricted Funds	4,180,000	-0-
22	009.	Construct New Auxiliary Services Building		
23		Restricted Funds	1,350,000	-0-
24		Agency Bonds	1,350,000	-0-
25		TOTAL	2,700,000	-0-
26	010.	Acquire Agriculture Research Farm Land		
27		Restricted Funds	1,254,000	-0-

1	011. Acquire Nuclear Magnetic Resonance Equipment		
2	Restricted Funds	650,000	-0-
3	012. Construct Residential Housing Reauthorization (\$68,970,000 Agency Bonds)		
4	013. Renovate Residence Hall Electrical System Reauthorization (\$4,369,000		
5	Agency Bonds)		
6	014. Renovate Residence Hall HVAC System Reauthorization (\$3,661,000		
7	Agency Bonds)		
8	015. Renovate Residence Hall Interior Reauthorization (\$1,674,000 Agency		
9	Bonds)		
10	016. Replace Residence Hall Domestic Water Piping Reauthorization (\$1,195,000		
11	Agency Bonds)		
12	017. Guaranteed Energy Savings Performance Contracts		
13	7. NORTHERN KENTUCKY UNIVERSITY		
14	001. Asset Preservation Pool - 2024-2026		
15	Bond Funds	23,076,000	23,076,000
16	002. Renew/Renovate Stealy Library		
17	Bond Funds	49,000,000	-0-
18	Other Funds	3,000,000	-0-
19	TOTAL	52,000,000	-0-
20	003. Enhance Online Programs		
21	Bond Funds	20,000,000	-0-
22	004. Expand/Renovate Soccer Complex		
23	Agency Bonds	16,000,000	-0-
24	Other Funds	20,000,000	-0-
25	TOTAL	36,000,000	-0-
26	005. Renovate/Expand Civic Center for Northern Kentucky Medical Examiner and		
27	Kentucky State Police Crime Lab Relocation		

1	Restricted Funds	3,700,000	-0-
2	Bond Funds	17,300,000	-0-
3	TOTAL	21,000,000	-0-
4	006. Renovate Nunn Hall Phase I		
5	Other Funds	4,500,000	-0-
6	007. Replace Event Center Technology		
7	Other Funds	4,500,000	-0-
8	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
9	008. Renew/Repair Parking Garage Pool		
10	Agency Bonds	3,000,000	-0-
11	009. Asset Preservation Pool - 2022-2024 Reauthorization (\$7,020,000 Restricted		
12	Funds)		
13	010. Acquire Land/Master Plan 2010-2012 Reauthorization (\$17,500,000 Agency		
14	Bonds, \$4,000,000 Restricted Funds, \$4,000,000 Other Funds)		
15	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
16	011. Renovate Residence Halls Additional Reauthorization (\$15,000,000 Agency		
17	Bonds)		
18	012. Replace Recreation Field Turf Reauthorization (\$2,000,000 Restricted Funds)		
19	013. Expand Herrmann Science Center Additional Reauthorization (\$79,900,000		
20	Bond Funds, \$5,000,000 Other Funds)		
21	014. Guaranteed Energy Savings Performance Contracts		

22 **8. UNIVERSITY OF KENTUCKY**

23 **(1) University of Kentucky Acquisitions:** Notwithstanding any statute to the
 24 contrary, the University of Kentucky or one of its affiliated corporations, for the benefit
 25 of the University's multifaceted education, healthcare, research, and service mission shall
 26 be permitted to assume any and all leases, debt instruments, and liabilities associated with
 27 the acquisition of St. Claire Medical Center, Inc, a nonprofit corporation duly organized

and existing by virtue of the Laws of the Commonwealth of Kentucky with its principal place of business located at 222 Medical Circle, Morehead, Kentucky 40351. Assumption of leases and debt instruments shall be reported to the Capital Projects and Bond Oversight Committee.

001. Acquire/Partnership Academic/HealthCare Enterprise 1 (Restricted Funds)

002. Asset Preservation Pool - 2024-2026

Bond Funds	61,725,000	61,725,000
Agency Bonds	15,431,000	15,431,000
TOTAL	77,156,000	77,156,000

003. Construct Agriculture Research Facility 1

Restricted Funds	30,000,000	-0-
Bond Funds	200,000,000	-0-
TOTAL	230,000,000	-0-

004. Construct/Improve Medical/Administrative Facility 3 Additional Reauthorization (\$200,000,000 Restricted Funds)

Restricted Funds	1,000,000,000	-0-
Agency Bonds	800,000,000	-0-
TOTAL	1,800,000,000	-0-

005. Construct/Improve Medical/Administrative Facility 6

Restricted Funds	300,000,000	-0-
Other Funds	300,000,000	-0-
TOTAL	600,000,000	-0-

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

006. Construct/Improve Medical/Administrative Facility 1 Additional Reauthorization (\$250,000,000 Restricted Funds)

Restricted Funds	50,000,000	-0-
Other Funds	500,000,000	-0-

1	TOTAL	550,000,000	-0-
2	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
3	007. Construct Multi-Use Living Complex		
4	Restricted Funds	100,000,000	-0-
5	Other Funds	400,000,000	-0-
6	TOTAL	500,000,000	-0-
7	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
8	008. Acquire/Improve Medical/Administrative Facility 4		
9	Restricted Funds	500,000,000	-0-
10	009. Construct/Improve Medical/Administrative Facility 5		
11	Restricted Funds	500,000,000	-0-
12	010. Construct/Improve Medical/Administrative Facility 7		
13	Restricted Funds	500,000,000	-0-
14	011. Construct/Improve Medical/Administrative Facility 8		
15	Restricted Funds	500,000,000	-0-
16	012. Construct/Improve Medical/Administrative Facility 9		
17	Other Funds	500,000,000	-0-
18	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
19	013. Construct/Improve Student Housing		
20	Restricted Funds	50,000,000	-0-
21	Other Funds	400,000,000	-0-
22	TOTAL	450,000,000	-0-
23	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
24	014. Improve Central Plants		
25	Restricted Funds	200,000,000	-0-
26	Other Funds	200,000,000	-0-
27	TOTAL	400,000,000	-0-

1	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
2	015. Acquire/Improve Medical/Administrative Facility 2		
3	Restricted Funds	400,000,000	-0-
4	016. Construct/Improve Medical/Administrative Facility 4		
5	Restricted Funds	400,000,000	-0-
6	017. Construct/Improve Utilities Infrastructure UK HealthCare		
7	Restricted Funds	200,000,000	-0-
8	Other Funds	200,000,000	-0-
9	TOTAL	400,000,000	-0-
10	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
11	018. Construct Utilities Infrastructure - Hamburg		
12	Restricted Funds	200,000,000	-0-
13	Other Funds	200,000,000	-0-
14	TOTAL	400,000,000	-0-
15	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
16	019. Construct Cancer/Ambulatory Facility Phase 2		
17	Restricted Funds	350,000,000	-0-
18	020. Acquire/Partnership Medical System 1		
19	Restricted Funds	350,000,000	-0-
20	021. Acquire/Partnership Medical System 2		
21	Restricted Funds	350,000,000	-0-
22	022. Construct/Improve Dining Facilities		
23	Restricted Funds	150,000,000	-0-
24	Other Funds	150,000,000	-0-
25	TOTAL	300,000,000	-0-
26	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
27	023. Acquire/Improve Medical/Administrative Facility 1		

1	Restricted Funds	300,000,000	-0-
2	024. Construct/Improve Medical/Administrative Facility 2		
3	Restricted Funds	150,000,000	-0-
4	Other Funds	150,000,000	-0-
5	TOTAL	300,000,000	-0-
6	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
7	025. Improve UK HealthCare IT Systems		
8	Restricted Funds	300,000,000	-0-
9	026. Construct/Improve Innovation Complex		
10	Restricted Funds	100,000,000	-0-
11	Other Funds	150,000,000	-0-
12	TOTAL	250,000,000	-0-
13	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
14	027. Construct/Improve Research Data Center		
15	Restricted Funds	240,000,000	-0-
16	028. Construct/Improve Academic/Research Facility		
17	Restricted Funds	225,000,000	-0-
18	029. Improve Campus Parking and Transportation System		
19	Restricted Funds	100,000,000	-0-
20	Other Funds	100,000,000	-0-
21	TOTAL	200,000,000	-0-
22	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
23	030. Implement Land Use Plan 1		
24	Restricted Funds	200,000,000	-0-
25	031. Improve Parking/Transportation Systems - UK HealthCare		
26	Other Funds	200,000,000	-0-
27	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		

1	032. Construct Parking/Transportation System - Hamburg		
2	Other Funds	200,000,000	-0-
3	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
4	033. Improve Utilities Infrastructure - King's Daughters Medical Center		
5	Restricted Funds	100,000,000	-0-
6	Other Funds	100,000,000	-0-
7	TOTAL	200,000,000	-0-
8	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
9	034. Construct Digital Village Building 3		
10	Restricted Funds	95,000,000	-0-
11	Other Funds	95,000,000	-0-
12	TOTAL	190,000,000	-0-
13	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
14	035. Construct Hotel/Conference Center		
15	Other Funds	150,000,000	-0-
16	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
17	036. Acquire E&G Enterprise 1		
18	Restricted Funds	150,000,000	-0-
19	037. Acquire E&G Enterprise 2		
20	Restricted Funds	150,000,000	-0-
21	038. Improve UK HealthCare Facilities - UK Chandler Hospital		
22	Restricted Funds	150,000,000	-0-
23	039. Implement Land Use Plan 2		
24	Restricted Funds	150,000,000	-0-
25	040. Construct Academic Building		
26	Restricted Funds	149,000,000	-0-
27	041. Construct/Improve Dental Sciences Building		

1	Restricted Funds	130,000,000	-0-
2	042. Construct Agriculture Federal Research Facility I		
3	Federal Funds	108,000,000	-0-
4	043. Acquire Land		
5	Restricted Funds	75,000,000	-0-
6	Agency Bonds	25,000,000	-0-
7	TOTAL	100,000,000	-0-
8	044. Construct/Improve Research Space		
9	Restricted Funds	100,000,000	-0-
10	045. Construct Retail/Parking Facility 2		
11	Other Funds	100,000,000	-0-
12	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
13	046. Construct Retail/Parking Facility 1		
14	Other Funds	100,000,000	-0-
15	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
16	047. Construct Medical Facility - King's Daughters Medical Center		
17	Restricted Funds	100,000,000	-0-
18	048. Improve Medical Facility 1 - King's Daughters Medical Center		
19	Restricted Funds	100,000,000	-0-
20	049. Acquire/Improve Service Core Systems - King's Daughters Medical Center		
21	Restricted Funds	100,000,000	-0-
22	050. Improve Building Systems - King's Daughters Medical Center		
23	Restricted Funds	100,000,000	-0-
24	051. Improve Parking/Transportation Systems - King's Daughters Medical Center		
25	Restricted Funds	100,000,000	-0-
26	052. Improve Site/Civil Infrastructure - King's Daughters Medical Center		
27	Restricted Funds	100,000,000	-0-

1	053. Construct Equine/Horticulture Campus		
2	Restricted Funds	90,000,000	-0-
3	054. Construct Meats/Food Development Center		
4	Restricted Funds	90,000,000	-0-
5	055. Improve Funkhouser Building Additional Reauthorization (\$15,000,000		
6	Restricted Funds, \$15,000,000 Other Funds)		
7	Restricted Funds	90,000,000	-0-
8	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
9	056. Improve Chemistry/Physics Building Phase 3		
10	Restricted Funds	88,000,000	-0-
11	057. Improve White Hall Classroom Building		
12	Restricted Funds	83,000,000	-0-
13	058. Improve Taylor Education Building		
14	Restricted Funds	80,000,000	-0-
15	059. Improve King Library		
16	Restricted Funds	80,000,000	-0-
17	060. Improve Fine Arts Building		
18	Restricted Funds	80,000,000	-0-
19	061. Improve Singletary Center		
20	Restricted Funds	80,000,000	-0-
21	062. Improve Johnson Center		
22	Agency Bonds	75,000,000	-0-
23	063. Construct Agriculture Research Facility 2		
24	Restricted Funds	75,000,000	-0-
25	064. Construct Agriculture Research Facility 3		
26	Restricted Funds	75,000,000	-0-
27	065. Improve Center for Applied Energy Research (CAER) Facilities		

1	Restricted Funds	75,000,000	-0-
2	066. Upgrade/Renovate/Expand Research Labs		
3	Restricted Funds	75,000,000	-0-
4	067. Construct/Improve Parking I		
5	Restricted Funds	75,000,000	-0-
6	068. Acquire/Improve Service Core Systems - UK HealthCare		
7	Restricted Funds	75,000,000	-0-
8	069. Construct Service Core Systems - Hamburg		
9	Restricted Funds	75,000,000	-0-
10	070. Improve Building Systems - UK HealthCare		
11	Restricted Funds	75,000,000	-0-
12	071. Construct/Improve Greek Housing		
13	Restricted Funds	36,000,000	-0-
14	Other Funds	36,000,000	-0-
15	TOTAL	72,000,000	-0-
16	072. Improve Scovell Hall		
17	Restricted Funds	70,000,000	-0-
18	073. Construct Academic Facility		
19	Restricted Funds	68,000,000	-0-
20	074. Construct Office Park at Coldstream		
21	Other Funds	65,000,000	-0-
22	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
23	075. Construct/Improve Research Administration Space		
24	Restricted Funds	60,000,000	-0-
25	076. Improve Oswald Building		
26	Restricted Funds	60,000,000	-0-
27	077. Construct/Improve Enterprise Data Center		

1	Restricted Funds	60,000,000	-0-
2	078. Construct/Improve Athletics Facility 1		
3	Other Funds	60,000,000	-0-
4	079. Construct/Improve Office Building		
5	Restricted Funds	55,000,000	-0-
6	080. Improve Kastle Hall		
7	Restricted Funds	54,000,000	-0-
8	081. Construct Tennis Facility		
9	Restricted Funds	27,000,000	-0-
10	Other Funds	27,000,000	-0-
11	TOTAL	54,000,000	-0-
12	082. Improve Campus Core Quadrangle Facilities		
13	Restricted Funds	54,000,000	-0-
14	083. Construct/Relocate/Replace Greenhouses		
15	Restricted Funds	50,000,000	-0-
16	084. Purchase/Construct CO2 Capture Process Plant		
17	Restricted Funds	1,500,000	-0-
18	Federal Funds	40,000,000	-0-
19	Other Funds	8,500,000	-0-
20	TOTAL	50,000,000	-0-
21	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
22	085. Improve Health Sciences Research Building		
23	Restricted Funds	50,000,000	-0-
24	086. Improve Angliana Facilities		
25	Restricted Funds	50,000,000	-0-
26	087. Construct/Improve Parking II		
27	Restricted Funds	50,000,000	-0-

1	088. Improve Coldstream Research Campus		
2	Restricted Funds	50,000,000	-0-
3	089. Improve Site/Civil Infrastructure		
4	Restricted Funds	50,000,000	-0-
5	090. Decommission Facilities		
6	Restricted Funds	50,000,000	-0-
7	091. Construct West End Zone Club Space		
8	Other Funds	50,000,000	-0-
9	092. Improve Clinical/Ambulatory Services Facilities		
10	Restricted Funds	50,000,000	-0-
11	093. Improve State Street Medical Facilities		
12	Restricted Funds	50,000,000	-0-
13	094. Construct/Improve Ambulatory Care		
14	Restricted Funds	50,000,000	-0-
15	095. Construct Building Systems - Hamburg		
16	Restricted Funds	50,000,000	-0-
17	096. Improve Site/Civil Infrastructure - UK HealthCare		
18	Restricted Funds	50,000,000	-0-
19	097. Construct Site/Civil Infrastructure - Hamburg		
20	Restricted Funds	50,000,000	-0-
21	098. Construct Health Education Building Additional Reauthorization		
22	(\$250,000,000 Bond Funds, \$50,000,000 Agency Bonds, \$50,000,000 Other Funds,		
23	\$30,000,000 Restricted Funds)		
24	Restricted Funds	50,000,000	-0-
25	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
26	099. Improve Jacobs Science Building		
27	Restricted Funds	48,000,000	-0-

1	100. Improve McVey Hall		
2	Restricted Funds	48,000,000	-0-
3	101. Construct/Improve Wildcat Coal Lodge		
4	Other Funds	48,000,000	-0-
5	102. Improve Memorial Hall		
6	Restricted Funds	45,000,000	-0-
7	103. Construct/Improve Library Depository Facility		
8	Restricted Funds	45,000,000	-0-
9	104. Improve Willard Medical Education/Science Building		
10	Restricted Funds	40,000,000	-0-
11	105. Construct/Improve Student Success/Academic Facility		
12	Restricted Funds	40,000,000	-0-
13	106. Improve Building Shell Systems		
14	Restricted Funds	40,000,000	-0-
15	107. Improve Markey Cancer Center Facilities		
16	Restricted Funds	40,000,000	-0-
17	108. Construct Teaching Pavilion		
18	Restricted Funds	38,000,000	-0-
19	109. Construct Police Headquarters		
20	Restricted Funds	35,000,000	-0-
21	110. Construct Support Services Building		
22	Restricted Funds	35,000,000	-0-
23	111. Construct/Improve Recreation Quad 1		
24	Restricted Funds	35,000,000	-0-
25	112. Improve Building Mechanical Systems		
26	Restricted Funds	35,000,000	-0-
27	113. Improve Moloney Building		

1	Restricted Funds	35,000,000	-0-
2	114. Improve Pence Hall		
3	Restricted Funds	32,000,000	-0-
4	115. Improve Seaton Center		
5	Restricted Funds	30,000,000	-0-
6	116. Improve Student Services Space II		
7	Restricted Funds	30,000,000	-0-
8	117. Research Equipment Pool - 2024-2026		
9	Restricted Funds	30,000,000	-0-
10	118. Construct/Improve Alumni Center		
11	Restricted Funds	15,000,000	-0-
12	Other Funds	15,000,000	-0-
13	TOTAL	30,000,000	-0-
14	119. Improve Parking Garage 1		
15	Restricted Funds	30,000,000	-0-
16	120. Improve Parking Garage 2		
17	Restricted Funds	30,000,000	-0-
18	121. Improve UK Good Samaritan Hospital Facilities		
19	Restricted Funds	30,000,000	-0-
20	122. Construct/Improve Patient Support Facility		
21	Restricted Funds	30,000,000	-0-
22	123. Improve Medical Facility 2 - King's Daughters Medical Center		
23	Restricted Funds	30,000,000	-0-
24	124. Improve Medical Facility 7 - King's Daughters Medical Center		
25	Restricted Funds	30,000,000	-0-
26	125. Improve Electrical Infrastructure		
27	Restricted Funds	28,000,000	-0-

1	126. Improve Lexington Theological Seminary (LTS) Facilities		
2	Restricted Funds	27,000,000	-0-
3	127. Improve Library Facility		
4	Restricted Funds	27,000,000	-0-
5	128. Improve Mechanical Infrastructure		
6	Restricted Funds	26,000,000	-0-
7	129. Improve Academic and Tech Science Building		
8	Restricted Funds	25,000,000	-0-
9	130. Improve W.T. Young Facility		
10	Restricted Funds	25,000,000	-0-
11	131. Improve Barnhart Building		
12	Restricted Funds	25,000,000	-0-
13	132. Construct/Improve Transformative Learning Center		
14	Restricted Funds	25,000,000	-0-
15	133. Improve Life Safety		
16	Restricted Funds	25,000,000	-0-
17	134. Construct Childcare Center Facility		
18	Restricted Funds	25,000,000	-0-
19	135. Improve Student Center Space 2		
20	Restricted Funds	25,000,000	-0-
21	136. Improve Student Center Space 3		
22	Restricted Funds	25,000,000	-0-
23	137. Repair Critical Infrastructure/Building Systems		
24	Restricted Funds	25,000,000	-0-
25	138. Improve Medical Facility 3		
26	Restricted Funds	25,000,000	-0-
27	139. Improve Medical Facility 4		

1	Restricted Funds	25,000,000	-0-
2	140. Improve Medical Facility 5		
3	Restricted Funds	25,000,000	-0-
4	141. Improve Medical Facility 6		
5	Restricted Funds	25,000,000	-0-
6	142. Improve Medical Facility 7		
7	Restricted Funds	25,000,000	-0-
8	143. Implement Patient Communication System		
9	Restricted Funds	25,000,000	-0-
10	144. Construct/Improve Machine Lab		
11	Restricted Funds	20,000,000	-0-
12	145. Acquire/Improve Service Core Systems		
13	Restricted Funds	20,000,000	-0-
14	146. Improve Academic Facility 1		
15	Restricted Funds	20,000,000	-0-
16	147. Improve Academic/Administrative Space 1		
17	Restricted Funds	20,000,000	-0-
18	148. Improve Academic/Administrative Space 2		
19	Restricted Funds	20,000,000	-0-
20	149. Improve Academic/Administrative Space 3		
21	Restricted Funds	20,000,000	-0-
22	150. Improve Academic/Administrative Space 4		
23	Restricted Funds	20,000,000	-0-
24	151. Lease/Purchase Enterprise IT Systems		
25	Restricted Funds	20,000,000	-0-
26	152. Improve Athletics Facility 1		
27	Other Funds	20,000,000	-0-

1	153. Construct UK HealthCare Medical Transport Facility		
2	Restricted Funds	20,000,000	-0-
3	154. Improve Medical Facility 3 - King's Daughters Medical Center		
4	Restricted Funds	20,000,000	-0-
5	155. Improve Medical Facility 4 - King's Daughters Medical Center		
6	Restricted Funds	20,000,000	-0-
7	156. Improve Medical Facility 5 - King's Daughters Medical Center		
8	Restricted Funds	20,000,000	-0-
9	157. Improve Medical Facility 6 - King's Daughters Medical Center		
10	Restricted Funds	20,000,000	-0-
11	158. Improve Medical Facility 8 - King's Daughters Medical Center		
12	Restricted Funds	20,000,000	-0-
13	159. Improve Medical Facility 9 - King's Daughters Medical Center		
14	Restricted Funds	20,000,000	-0-
15	160. Improve Medical Facility 10 - King's Daughters Medical Center		
16	Restricted Funds	20,000,000	-0-
17	161. Construct/Improve King's Daughters Medical Center Medical Transport		
18	Facility		
19	Restricted Funds	20,000,000	-0-
20	162. Improve King's Daughters Medical Center Medical Pavilion		
21	Restricted Funds	20,000,000	-0-
22	163. Improve Hilary J. Boone Center		
23	Restricted Funds	18,000,000	-0-
24	164. Improve Medical Center Library		
25	Restricted Funds	17,000,000	-0-
26	165. Improve Lancaster Aquatic Center 1		
27	Other Funds	17,000,000	-0-

1	166. Improve Multi-Disciplinary Science Building		
2	Restricted Funds	15,000,000	-0-
3	167. Improve Student Services Space III		
4	Restricted Funds	15,000,000	-0-
5	168. Construct/Fit-up Retail Space		
6	Restricted Funds	10,000,000	-0-
7	Other Funds	5,000,000	-0-
8	TOTAL	15,000,000	-0-
9	169. Improve Spindletop Hall Facilities		
10	Restricted Funds	15,000,000	-0-
11	170. Construct/Improve Athletics Facility 2		
12	Other Funds	15,000,000	-0-
13	171. Improve Athletics Facility 2		
14	Other Funds	15,000,000	-0-
15	172. Improve Kroger Field 1		
16	Other Funds	15,000,000	-0-
17	173. Improve Boone Tennis Center		
18	Other Funds	15,000,000	-0-
19	174. Acquire Data Center Hardware		
20	Restricted Funds	15,000,000	-0-
21	175. Construct Metal Arts/Digital Media Building		
22	Restricted Funds	14,000,000	-0-
23	176. Improve Gray Design Building		
24	Restricted Funds	14,000,000	-0-
25	177. Improve CAFE Motor Pool Building		
26	Restricted Funds	14,000,000	-0-
27	178. Construct Agriculture Federal Research Facility II		

1	Federal Funds	14,000,000	-0-
2	179. Improve Peterson Service Building		
3	Restricted Funds	14,000,000	-0-
4	180. Improve Baseball Facility Phase II		
5	Other Funds	14,000,000	-0-
6	181. Improve Patterson Office Tower		
7	Restricted Funds	12,000,000	-0-
8	182. Improve University Storage Facility		
9	Restricted Funds	12,000,000	-0-
10	183. Acquire/Improve Clinical/Research Facility		
11	Restricted Funds	11,000,000	-0-
12	184. Improve Campus Infrastructure		
13	Restricted Funds	10,000,000	-0-
14	185. Improve DLAR Facilities		
15	Restricted Funds	10,000,000	-0-
16	186. ADA Compliance Pool - 2024-2026		
17	Restricted Funds	10,000,000	-0-
18	187. Acquire/Improve Administrative Facility		
19	Restricted Funds	10,000,000	-0-
20	188. Improve Building Electrical Systems		
21	Restricted Funds	10,000,000	-0-
22	189. Improve Senior Center		
23	Restricted Funds	10,000,000	-0-
24	190. Improve Fume Hood Systems		
25	Restricted Funds	10,000,000	-0-
26	191. Improve Vaughan Facility		
27	Restricted Funds	10,000,000	-0-

1	192. Expand Arboretum Visitor Center		
2	Restricted Funds	10,000,000	-0-
3	193. Lease/Purchase Enterprise Network Security		
4	Restricted Funds	10,000,000	-0-
5	194. Lease/Purchase High Performance Computer		
6	Restricted Funds	10,000,000	-0-
7	195. Lease/Purchase Campus IT System		
8	Restricted Funds	10,000,000	-0-
9	196. Improve Memorial Coliseum		
10	Restricted Funds	10,000,000	-0-
11	197. Acquire Equipment/Furnishings Pool - 2024-2026		
12	Other Funds	10,000,000	-0-
13	198. Construct/Improve Gymnastics Practice Facility		
14	Other Funds	10,000,000	-0-
15	199. Improve Athletics Facility 3		
16	Other Funds	10,000,000	-0-
17	200. Improve Lancaster Aquatic Center 2		
18	Other Funds	10,000,000	-0-
19	201. Acquire Telemedicine/Virtual ICU		
20	Restricted Funds	10,000,000	-0-
21	202. Renovate/Improve Nursing Units		
22	Restricted Funds	10,000,000	-0-
23	203. Improve Administrative/Medical Facility - King's Daughters Medical Center		
24	Restricted Funds	10,000,000	-0-
25	204. Improve Anderson Tower		
26	Restricted Funds	9,000,000	-0-
27	205. Improve Mineral Industries Building		

1	Restricted Funds	9,000,000	-0-
2	206. Renovate Carnahan House		
3	Restricted Funds	8,000,000	-0-
4	207. Acquire/Improve Golf Facility		
5	Other Funds	8,000,000	-0-
6	208. Improve Kroger Field 2		
7	Other Funds	8,000,000	-0-
8	209. Improve Whalen Building and Bay Facility - Kentucky Advanced		
9	Manufacturing		
10	Restricted Funds	7,000,000	-0-
11	210. Improve Medical Plaza		
12	Restricted Funds	7,000,000	-0-
13	211. Renovate Space for a Testing Center		
14	Restricted Funds	7,000,000	-0-
15	212. Improve Nursing Building		
16	Restricted Funds	7,000,000	-0-
17	213. Improve Enterprise Networking 1		
18	Restricted Funds	7,000,000	-0-
19	214. Improve Enterprise Networking 2		
20	Restricted Funds	7,000,000	-0-
21	215. Lease/Purchase Enterprise Infrastructure		
22	Restricted Funds	7,000,000	-0-
23	216. Improve Nutter Training Facility		
24	Other Funds	7,000,000	-0-
25	217. Improve Soccer/Softball Facility		
26	Other Funds	7,000,000	-0-
27	218. Improve Cooper House		

1	Restricted Funds	6,000,000	-0-
2	219. Expand KGS Well Sample and Core Repository		
3	Restricted Funds	6,000,000	-0-
4	220. Improve Parking Structure 2 Enterprise Data Center		
5	Restricted Funds	6,000,000	-0-
6	221. Improve Athletics Facility 4		
7	Other Funds	6,000,000	-0-
8	222. Improve Athletics Facility 5		
9	Other Funds	6,000,000	-0-
10	223. Improve Joe Craft Center		
11	Other Funds	6,000,000	-0-
12	224. Improve Student Services Space I		
13	Restricted Funds	5,000,000	-0-
14	225. Improve Counseling Center Space		
15	Restricted Funds	5,000,000	-0-
16	226. Improve Enterprise Cable Infrastructure		
17	Restricted Funds	5,000,000	-0-
18	227. Lease/Purchase Enterprise Call Center System		
19	Restricted Funds	5,000,000	-0-
20	228. Lease/Purchase Enterprise Voice Infrastructure		
21	Restricted Funds	5,000,000	-0-
22	229. Acquire Information Technology Systems		
23	Other Funds	5,000,000	-0-
24	230. Construct Athletics Hall of Fame Plaza		
25	Other Funds	5,000,000	-0-
26	231. Improve Sturgill Development Building		
27	Restricted Funds	4,000,000	-0-

1	232. Acquire Transportation Buses		
2	Restricted Funds	3,000,000	-0-
3	233. Improve Indoor/Outdoor Track		
4	Other Funds	3,000,000	-0-
5	234. Construct Cross Country Trail		
6	Other Funds	3,000,000	-0-
7	235. Construct/Improve Athletics Surfaces 1		
8	Other Funds	3,000,000	-0-
9	236. Construct/Improve Athletics Surfaces 2		
10	Other Funds	3,000,000	-0-
11	237. Improve Joe Craft Football Practice Facility		
12	Other Funds	3,000,000	-0-
13	238. Replace Basketball Playing Floors		
14	Other Funds	3,000,000	-0-
15	239. Construct/Improve Athletics Surfaces 3		
16	Other Funds	2,000,000	-0-
17	240. Facilities Renewal and Modernization 1 Reauthorization (\$125,000,000		
18	Restricted Funds)		
19	241. Lease - Off-Campus 1 - Fayette Co.		
20	242. Lease - Off-Campus 3		
21	243. Lease - Off-Campus 4		
22	244. Lease - Off-Campus 6		
23	245. Lease - Off-Campus 7		
24	246. Lease - Off-Campus 12		
25	247. Lease - Off-Campus 13		
26	248. Lease - Off-Campus 14		
27	249. Lease - Off-Campus 15		

- 1 **250.** Lease - Off-Campus 16
- 2 **251.** Lease - Off-Campus 17
- 3 **252.** Lease - Off-Campus 18
- 4 **253.** Lease - Off-Campus 19
- 5 **254.** Lease - Off-Campus 20
- 6 **255.** Lease - Off-Campus 21
- 7 **256.** Lease - Off-Campus 22
- 8 **257.** Lease - Off-Campus Housing 1
- 9 **258.** Lease - Off-Campus Housing 2
- 10 **259.** Lease - Health Science Colleges 1
- 11 **260.** Lease - Health Science Colleges 2
- 12 **261.** Lease - Health Science College 3
- 13 **262.** Lease - Off-Campus Athletics 1
- 14 **263.** Lease - Off-Campus Athletics 2
- 15 **264.** Lease - Health Affairs Office 1
- 16 **265.** Lease - Health Affairs Office 3
- 17 **266.** Lease - Health Affairs Office 5
- 18 **267.** Lease - Health Affairs Office 11
- 19 **268.** Lease - Health Affairs Office 12
- 20 **269.** Lease - Health Affairs Office 14
- 21 **270.** Lease - Health Affairs Office 15
- 22 **271.** Lease - Health Affairs Office 18
- 23 **272.** Lease - Health Affairs Office 19
- 24 **273.** Lease - Lease Health Affairs 20
- 25 **274.** Lease - UK HealthCare Off-Campus Facility 2
- 26 **275.** Lease - UK HealthCare Off-Campus Facility 3
- 27 **276.** Lease - UK HealthCare Off-Campus Facility 12

- 1 **277.** Lease - UK HealthCare Off-Campus Facility 13
- 2 **278.** Lease - UK HealthCare Off-Campus Facility 14
- 3 **279.** Lease - UK HealthCare Off-Campus Facility 15
- 4 **280.** Lease - UK HealthCare Off-Campus Facility 16
- 5 **281.** Lease - UK HealthCare Off-Campus Facility 17
- 6 **282.** Lease - UK HealthCare Off-Campus Facility 18
- 7 **283.** Lease - UK HealthCare Off-Campus Facility 19
- 8 **284.** Lease - UK HealthCare Off-Campus Facility 20
- 9 **285.** Lease - UK HealthCare Off-Campus Facility 21
- 10 **286.** Lease - UK HealthCare Off-Campus Facility 22
- 11 **287.** Lease - UK HealthCare Off-Campus Facility 23
- 12 **288.** Lease - UK HealthCare Off-Campus Facility 24
- 13 **289.** Lease - UK HealthCare Off-Campus Facility 25
- 14 **290.** Lease - UK HealthCare Off-Campus Facility 26
- 15 **291.** Lease - UK HealthCare Off-Campus Facility 27
- 16 **292.** Lease - UK HealthCare Off-Campus Facility 28
- 17 **293.** Lease - UK HealthCare Off-Campus Facility 29
- 18 **294.** Lease - UK HealthCare Off-Campus Facility 30
- 19 **295.** Lease - UK HealthCare Off-Campus Facility 31
- 20 **296.** Lease - UK HealthCare Off-Campus Facility 32
- 21 **297.** Lease - UK HealthCare Off-Campus 33
- 22 **298.** Lease - UK HealthCare Off-Campus 34
- 23 **299.** Lease - Off-Campus 2
- 24 **300.** Lease - Off-Campus 11
- 25 **301.** Lease - College of Medicine 1
- 26 **302.** Lease - College of Medicine 2
- 27 **303.** Lease - Health Affairs Office 2

- 1 **304.** Lease - Health Affairs Office 4
- 2 **305.** Lease - Health Affairs Office 6
- 3 **306.** Lease - Health Affairs Office 7
- 4 **307.** Lease - Health Affairs Office 8
- 5 **308.** Lease - Health Affairs Office 9
- 6 **309.** Lease - Health Affairs Office 10
- 7 **310.** Lease - Health Affairs Office 13
- 8 **311.** Lease - Health Affairs Office 16
- 9 **312.** Lease - Health Affairs Office 17
- 10 **313.** Lease - Good Samaritan - UK Healthcare
- 11 **314.** Lease - UK HealthCare Off-Campus Facility 1
- 12 **315.** Lease - UK HealthCare Off-Campus Facility 4
- 13 **316.** Lease - UK HealthCare Off-Campus Facility 5
- 14 **317.** Lease - UK HealthCare Off-Campus Facility 6
- 15 **318.** Lease - UK HealthCare Off-Campus Facility 7
- 16 **319.** Lease - UK HealthCare Off-Campus Facility 8
- 17 **320.** Lease - UK HealthCare Off-Campus Facility 9
- 18 **321.** Lease - UK HealthCare Off-Campus Facility 10
- 19 **322.** Lease - UK HealthCare Off-Campus Facility 11
- 20 **323.** Lease - Off-Campus 8
- 21 **324.** Lease - Off-Campus 9
- 22 **325.** Lease - Off-Campus 10
- 23 **326.** Lease - UK HealthCare Royal Blue Health 1
- 24 **327.** Lease - UK HealthCare Royal Blue Health 2
- 25 **328.** Lease - UK HealthCare Royal Blue Health 3
- 26 **329.** Lease - UK HealthCare Royal Blue Health 4
- 27 **330.** Lease - UK HealthCare Royal Blue Health 5

1 **331.** Lease - UK HealthCare Royal Blue Health 6

2 **332.** Lease - UK HealthCare Royal Blue Health 7

3 **333.** Lease - UK HealthCare Royal Blue Health 8

4 **334.** Guaranteed Energy Savings Performance Contracts

5 **335.** Guaranteed Energy Savings Performance Contracts UK Healthcare

6 **9. UNIVERSITY OF LOUISVILLE**

7 **001.** Asset Preservation Pool - 2024-2026

8	Bond Funds	34,553,000	34,553,000
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9	Agency Bonds	8,638,000	8,638,000
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10	TOTAL	43,191,000	43,191,000
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11 **002.** Construct Health Sciences Simulation Center and Collaboration Hub

12	Bond Funds	260,000,000	-0-
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13	Agency Bonds	20,000,000	-0-
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14	TOTAL	280,000,000	-0-
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15 **003.** Construct Athletics Village

16	Other Funds	150,000,000	-0-
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17 **(1) Authorization:** The above authorization is approved pursuant to KRS 45.763.

18 **004.** Construct STEM Building

19	Other Funds	142,000,000	-0-
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20 **(1) Authorization:** The above authorization is approved pursuant to KRS 45.763.

21 **005.** Modernize Campus Infrastructure

22	Other Funds	100,000,000	-0-
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23 **(1) Authorization:** The above authorization is approved pursuant to KRS 45.763.

24 **006.** Construct P3 Housing Complex

25	Other Funds	80,000,000	-0-
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26 **(1) Authorization:** The above authorization is approved pursuant to KRS

27 45A.077.

1	007. Construct Resident Hall		
2	Agency Bonds	80,000,000	-0-
3	008. Purchase Residence Housing Facility		
4	Other Funds	75,000,000	-0-
5	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
6	009. Arts and Sciences Reinvention		
7	Other Funds	70,000,000	-0-
8	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
9	010. Construct Natatorium		
10	Other Funds	60,000,000	-0-
11	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
12	011. Guaranteed Energy Savings Contract		
13	Agency Bonds	50,000,000	-0-
14	012. Structural Improvement Pool - 2024-2026		
15	Other Funds	40,000,000	-0-
16	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
17	013. Modernize Steam and Chill Water Plant		
18	Agency Bonds	40,000,000	-0-
19	014. Replace Building Mechanical/Electrical/Plumbing		
20	Other Funds	25,000,000	-0-
21	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
22	015. Expand Basketball/Lacrosse Practice Facility		
23	Other Funds	25,000,000	-0-
24	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
25	016. Renovate Cardinal Football Stadium		
26	Other Funds	25,000,000	-0-
27	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		

1	017. Renovate Exterior Envelope Replacement-55A		
2	Agency Bonds	20,000,000	-0-
3	018. Vivarium Equipment Replacement and Upgrade Pool - 2024-2026		
4	Other Funds	20,000,000	-0-
5	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
6	019. Expand Patterson Stadium/Construct Indoor Facility		
7	Other Funds	20,000,000	-0-
8	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
9	020. Construct Indoor Facility		
10	Other Funds	20,000,000	-0-
11	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
12	021. Purchase Next Generation/Enterprise Resource Planning Support System		
13	Other Funds	20,000,000	-0-
14	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
15	022. Construct Student Commons and Recreational Fields		
16	Agency Bonds	17,000,000	-0-
17	023. Renovate School of Nursing		
18	Other Funds	17,000,000	-0-
19	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
20	024. Frazier Rehabilitation, Renovation, Build-Out and Equip		
21	Other Funds	16,000,000	-0-
22	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
23	025. Renovate College of Business Academic Space		
24	Agency Bonds	15,000,000	-0-
25	026. Improve Housing Facilities Pool		
26	Other Funds	15,000,000	-0-
27	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		

1	027. Purchase Land		
2	Agency Bonds	15,000,000	-0-
3	028. Expand Ulmer Softball Stadium/Construct Indoor Facility		
4	Other Funds	15,000,000	-0-
5	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
6	029. Speed School Multidisciplinary Engineering Building 1 - Speed School		
7	Addition Reauthorization (\$65,000,000 Bond Funds, \$10,000,000 Restricted Funds)		
8	Agency Bonds	15,000,000	-0-
9	030. Campus Code Improvement Pool - 2024-2026		
10	Other Funds	10,000,000	-0-
11	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
12	031. Purchase Content Management System		
13	Other Funds	10,000,000	-0-
14	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
15	032. Construct Connector Speed School to Research Park		
16	Agency Bonds	10,000,000	-0-
17	033. Replace Electronic Video Boards		
18	Other Funds	10,000,000	-0-
19	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
20	034. Expand and Renovate Marshall Center Complex		
21	Other Funds	10,000,000	-0-
22	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
23	035. Renovate Cardinal Park		
24	Other Funds	10,000,000	-0-
25	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
26	036. Capital Renewal for Athletic Venues		
27	Other Funds	10,000,000	-0-

1	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
2	037. Expand and Renovate Wright Natatorium		
3	Other Funds	10,000,000	-0-
4	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
5	038. Replace Cardinal Stadium Seats		
6	Other Funds	10,000,000	-0-
7	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
8	039. Update and Replace Technology in Athletic Venues		
9	Other Funds	10,000,000	-0-
10	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
11	040. Renovate L&N Arena		
12	Other Funds	10,000,000	-0-
13	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
14	041. Purchase Networking System		
15	Other Funds	8,000,000	-0-
16	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
17	042. Construct Athletics Office Building		
18	Other Funds	7,500,000	-0-
19	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
20	043. Renovate Cardinal Stadium Club Upgrades		
21	Other Funds	7,500,000	-0-
22	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
23	044. Purchase Computing for Research Infrastructure		
24	Other Funds	7,000,000	-0-
25	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
26	045. Replace Seats in Athletic Venues		
27	Other Funds	7,000,000	-0-

1	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
2	046. Demolish Resident Halls		
3	Other Funds	6,000,000	-0-
4	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
5	047. Renovate and Update Student/Athlete Dormitory		
6	Other Funds	6,000,000	-0-
7	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
8	048. Purchase Security and Firewall Infrastructure		
9	Other Funds	5,000,000	-0-
10	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
11	049. ADA Building Upgrade Pool - 2024-2026		
12	Agency Bonds	3,000,000	-0-
13	Other Funds	2,000,000	-0-
14	TOTAL	5,000,000	-0-
15	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
16	050. Construct Athletic Grounds Building		
17	Other Funds	5,000,000	-0-
18	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
19	051. Construct Football Practice Field Lighting		
20	Other Funds	5,000,000	-0-
21	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
22	052. Renovate Bass Rudd Tennis Center		
23	Other Funds	5,000,000	-0-
24	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
25	053. Renovate Lynn Soccer Stadium		
26	Other Funds	5,000,000	-0-
27	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		

1	054. Renovate Thornton's Academic Center		
2	Other Funds	5,000,000	-0-
3	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
4	055. Renovate Trager Football Practice Facility		
5	Other Funds	5,000,000	-0-
6	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
7	056. Renovate Patterson Baseball Stadium		
8	Other Funds	5,000,000	-0-
9	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
10	057. Construct Practice Bubble		
11	Other Funds	5,000,000	-0-
12	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
13	058. Demolish and Construct Golf Maintenance/Chemical Building		
14	Other Funds	5,000,000	-0-
15	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
16	059. Expand and Renovate Athletic Parking Lots		
17	Other Funds	5,000,000	-0-
18	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
19	060. Expand and Renovate Tailgate Space		
20	Other Funds	5,000,000	-0-
21	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
22	061. Renovate Garvin Brown Boathouse		
23	Other Funds	4,000,000	-0-
24	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
25	062. Renovate and Expand ACC Network Studio		
26	Other Funds	4,000,000	-0-
27	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		

1	063. Update and Replace Equipment in ACCN Studio		
2	Other Funds	4,000,000	-0-
3	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
4	064. Renovate Parking Structures		
5	Other Funds	3,600,000	-0-
6	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
7	065. Purchase Fiber Infrastructure		
8	Other Funds	3,500,000	-0-
9	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
10	066. Purchase Computer Processing System and Storage		
11	Other Funds	3,500,000	-0-
12	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
13	067. Renovate College of Education Academic Space Pool - 2024-2026		
14	Other Funds	3,000,000	-0-
15	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
16	068. Renovate Gross Anatomy Lab		
17	Other Funds	3,000,000	-0-
18	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
19	069. Renovate Golf Club - Shelby County		
20	Other Funds	3,000,000	-0-
21	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
22	070. Renovate and Expand Lee Street Facility		
23	Other Funds	3,000,000	-0-
24	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
25	071. Replace Fiber Pathway from ACC Studio to Venues		
26	Other Funds	3,000,000	-0-
27	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		

1	072. Expand, Replace and Maintain Grass Practice Fields		
2	Other Funds	3,000,000	-0-
3	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
4	073. Renovate Miller IT Building		
5	Other Funds	2,500,000	-0-
6	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
7	074. Construct Belknap Stormwater Mitigation Improvements		
8	Other Funds	2,500,000	-0-
9	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
10	075. Renovate Resurface and Repair Parking Lot		
11	Other Funds	2,500,000	-0-
12	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
13	076. Construct Belknap 3rd Street Improvements		
14	Restricted Funds	2,500,000	-0-
15	077. Construct Belknap Stormwater Mitigation Improvement		
16	Other Funds	2,500,000	-0-
17	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
18	078. Update Green Health Sciences Campus Courtyard		
19	Other Funds	2,000,000	-0-
20	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
21	079. Build Out Space for UofL Departments in P3 building		
22	Other Funds	2,000,000	-0-
23	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
24	080. Renovate Dental School Space		
25	Other Funds	2,000,000	-0-
26	(1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
27	081. Workday Enhancements - Post Implementation		

1	Other Funds	2,000,000	-0-
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2 **(1) Authorization:** The above authorization is approved pursuant to KRS 45.763.

3 **082.** Replace Artificial Turf Field IV

4	Other Funds	2,000,000	-0-
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5 **(1) Authorization:** The above authorization is approved pursuant to KRS 45.763.

6 **083.** Replace Artificial Turf Field V

7	Other Funds	2,000,000	-0-
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8 **(1) Authorization:** The above authorization is approved pursuant to KRS 45.763.

9 **084.** Renovate Interfaith Center

10	Other Funds	1,500,000	-0-
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11 **(1) Authorization:** The above authorization is approved pursuant to KRS 45.763.

12 **085.** Upgrade Plumbing and Sanitary Lines Dental School

13	Other Funds	1,200,000	-0-
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14 **(1) Authorization:** The above authorization is approved pursuant to KRS 45.763.

15 **086.** Asset Preservation Pool - 2022-2024 Reauthorization (\$24,566,000 Restricted

16 Funds)

17 **087.** Lease - Medical Center One

18 **088.** Lease - Kidney Dialysis Center

19 **089.** Lease - Nucleus 1 Building

20 **090.** Lease - University Pointe

21 **091.** Lease - Cardinal Towne

22 **092.** Lease - Province Apartments

23 **093.** Lease - Trager Institute

24 **094.** Lease - 1212 S. 4th St, Louisville, KY

25 **095.** Lease - Liberty Green Community Center

26 **096.** Lease - Western Kentucky Community and Technical College

27 **097.** Lease - Denny Crum Hall

- 1 **098.** Lease - Soccer Stadium
- 2 **099.** Lease - Founders Square
- 3 **100.** Lease - Cardinal Station - Human Resources and Risk Management
- 4 **101.** Lease - Rowan Building - A&S Fine Arts
- 5 **102.** Lease - Academic Space 1
- 6 **103.** Lease - Academic Space 2
- 7 **104.** Lease - Arthur Street - Tafel Building
- 8 **105.** Lease - Athletic/Student Dormitory
- 9 **106.** Lease - Housing Facilities
- 10 **107.** Lease - Housing 1
- 11 **108.** Lease - Housing 2
- 12 **109.** Lease - Housing 3
- 13 **110.** Lease - Housing 4
- 14 **111.** Lease - Jefferson County Clinic Space - State of Kentucky
- 15 **112.** Lease - Jefferson County Clinic Space 1
- 16 **113.** Lease - Jefferson County Clinic Space 2
- 17 **114.** Lease - Jefferson County Clinic Space 3
- 18 **115.** Lease - Jefferson County - Office Space 1
- 19 **116.** Lease - Jefferson County - Office Space 2
- 20 **117.** Lease - Jefferson County - Office Space 3
- 21 **118.** Lease - Jefferson County - Office Space 4
- 22 **119.** Lease - Medical Center One 2
- 23 **120.** Lease - Nucleus 1 Building 2
- 24 **121.** Lease - Support Space 1
- 25 **122.** Lease - Cardinal Station - Development Office
- 26 **10. WESTERN KENTUCKY UNIVERSITY**
- 27 **001.** Asset Preservation Pool - 2024-2026

1	Bond Funds	28,581,000	28,581,000
2	002. Replace Academic Complex		
3	Bond Funds	160,000,000	-0-
4	003. Renovate Center for Research and Development Phase I		
5	Restricted Funds	6,000,000	-0-
6	Other Funds	6,000,000	-0-
7	TOTAL	12,000,000	-0-
8	004. Reauthorize WKU Asset Preservation Restricted Match		
9	Restricted Funds	10,212,000	-0-
10	005. Construct Parking Structure IV Additional Reauthorization (\$25,000,000		
11	Agency Bonds)		
12	Agency Bonds	10,000,000	-0-
13	006. Renovate and Expand Clinical Education Complex		
14	Other Funds	10,000,000	-0-
15	007. Expand Track and Field Facilities		
16	Other Funds	6,500,000	-0-
17	008. Renovate South Campus		
18	Restricted Funds	6,000,000	-0-
19	009. Construct Baseball Grandstand		
20	Other Funds	6,000,000	-0-
21	010. Renovate/Expand Cliff Todd Center		
22	Agency Bonds	6,000,000	-0-
23	011. Construct Football Press Box		
24	Other Funds	6,000,000	-0-
25	012. Acquire Furniture, Fixtures, and Equipment Diddle Arena		
26	Other Funds	5,000,000	-0-
27	013. Acquire Furniture Fixtures & Equipment Pool		

1	Restricted Funds	5,000,000	-0-
2	014. Remove and Replace Student Housing at Farm		
3	Other Funds	5,000,000	-0-
4	015. Add Club Seating at Diddle Arena		
5	Other Funds	5,000,000	-0-
6	016. Enhance Avenue of Champions Streetscaping		
7	Restricted Funds	2,000,000	-0-
8	Other Funds	2,000,000	-0-
9	TOTAL	4,000,000	-0-
10	017. Construct South Plaza		
11	Other Funds	3,600,000	-0-
12	018. Purchase Property/Parking and Street Improve		
13	Restricted Funds	3,000,000	-0-
14	019. Purchase Property for Campus Expansion		
15	Restricted Funds	3,000,000	-0-
16	020. Acquire Furniture, Fixtures, and Equipment for Hilltopper Fieldhouse		
17	Other Funds	3,000,000	-0-
18	021. Install New Turf on Athletic Fields		
19	Other Funds	3,000,000	-0-
20	022. Renovate State/Normal Street Properties		
21	Restricted Funds	2,000,000	-0-
22	023. Asset Preservation - 2022-2024 Reauthorization (\$10,212,000 Restricted		
23	Funds)		
24	024. Construct New Gordon Ford College of Business Additional Reauthorization		
25	(\$74,400,000 Bond Funds, \$25,000,000 Agency Bonds)		
26	025. Construct, Renovate, and Improve Athletics Facilities Reauthorization		
27	(\$8,434,300 Agency Bonds)		

1	026.	Guaranteed Energy Savings Performance Contracts		
2	027.	Lease - Alumni Center		
3	028.	Lease - Parking Garage		
4	029.	Lease - Nursing/Physical Therapy		
5	11.	KENTUCKY COMMUNITY AND TECHNICAL COLLEGE SYSTEM		
6	001.	Asset Preservation Pool - 2024-2026		
7		Bond Funds	35,500,000	35,500,000
8	002.	Efficient Operations and Innovation Plan		
9		Bond Funds	-0-	90,000,000
10	003.	Renovate Occupational Technical Building Phase II - Elizabethtown CTC		
11		Bond Funds	44,000,000	-0-
12	004.	Construct Quad and Green Space - Jefferson CTC		
13		Restricted Funds	8,000,000	-0-
14	005.	Construct Fire Academy Dormitory - Fire Commission		
15		Restricted Funds	7,800,000	-0-
16	006.	Expand Culinary Arts Program - Elizabethtown CTC		
17		Restricted Funds	5,000,000	-0-
18	007.	Property Acquisition Pool - Fire Commission - 2024-2026		
19		Restricted Funds	5,000,000	-0-
20	008.	KCTCS Equipment Pool - 2024-2026		
21		Restricted Funds	2,500,000	-0-
22		Federal Funds	2,500,000	-0-
23		TOTAL	5,000,000	-0-
24	009.	KCTCS Property Acquisition Pool - 2024-2026		
25		Restricted Funds	5,000,000	-0-
26	010.	Acquisition of System Office Building		
27		Restricted Funds	4,000,000	-0-

1	011. Construct Multicultural Center Atrium Enclosure - JCTC		
2	Restricted Funds	3,000,000	-0-
3	012. Procure Training Equipment - Fire Commission		
4	Restricted Funds	2,000,000	-0-
5	013. Construct Fire Academy Maintenance Building - Fire Commission		
6	Restricted Funds	2,000,000	-0-
7	014. Acquire and Improve Parking Lots - JCTC - Additional Reauthorization		
8	(\$5,000,000 Restricted Funds)		
9	Restricted Funds	2,000,000	-0-
10	015. Procure CDL Simulators - Gateway CTC		
11	Restricted Funds	800,000	-0-
12	016. Asset Preservation Pool - 2022-2024 Reauthorization (\$26,890,000 Restricted		
13	Funds)		
14	017. Lease - Elizabethtown CTC - Hardin County		
15	018. Lease - Jefferson CTC - Bullitt County Campus		
16	019. Lease - Jefferson CTC - Jefferson Education Center		
17	020. Lease - KCTCS System Office		

J. PUBLIC PROTECTION CABINET

19	Budget Unit	2024-25	2025-26
20	1. HOUSING, BUILDINGS AND CONSTRUCTION		
21	001. Modernize Application System		
22	Restricted Funds	1,944,000	1,644,000

K. TOURISM, ARTS AND HERITAGE CABINET

24	Budget Units	2024-25	2025-26
25	1. ARTISANS CENTER		
26	001. Maintenance Pool - 2024-2026		
27	Investment Income	500,000	500,000

1	2. PARKS		
2	001. Maintenance Pool - 2024-2026		
3	Investment Income	10,000,000	10,000,000
4	002. Utility Infrastructure Replacement Phase 2		
5	Bond Funds	25,000,000	20,000,000
6	003. Wastewater Treatment Plant System Upgrades - Multiple Parks		
7	Bond Funds	9,000,000	9,000,000
8	004. Jenny Wiley Marina Reconstruction		
9	Bond Funds	-0-	12,200,000
10	005. JJ Audubon Beach House Conversion		
11	Bond Funds	1,045,000	-0-
12	006. Kenlake Structure Refurbishment (Cherokee)		
13	Bond Funds	1,500,000	-0-
14	007. Cumberland Falls Lodge Room Upgrade/Reconfiguration		
15	Bond Funds	1,500,000	8,500,000
16	008. Lake Barkley - Lodge Wing Exterior Repair		
17	Bond Funds	2,000,000	4,000,000
18	009. Yatesville Marina Replacement		
19	Bond Funds	1,000,000	14,000,000
20	010. JJ Audubon New Conference Center		
21	Bond Funds	3,125,000	4,375,000
22	011. Big Bone Lick State Park Nature Center		
23	Restricted Funds	3,125,000	-0-
24	012. Conference Center Upgrades		
25	Bond Funds	3,065,000	-0-
26	013. Lake Barkley Fitness Center Upgrades		
27	Bond Funds	3,000,000	-0-

1	014.	Perryville ADA Accessible Restroom Facility		
2		Restricted Funds	1,545,000	-0-
3	015.	Jenny Wiley New Archery Center		
4		Bond Funds	1,450,000	-0-
5	016.	Pennyrile Beach Complex Repair/Upgrade		
6		Bond Funds	1,200,000	-0-
7	3.	HORSE PARK COMMISSION		
8	001.	Maintenance Pool - 2024-2026		
9		Bond Funds	1,500,000	1,500,000
10	4.	STATE FAIR BOARD		
11	001.	Kentucky Exposition Center Paving Pool		
12		Bond Funds	10,000,000	-0-
13	002.	Construct Kentucky Exposition Center Dirt/Salt Storage Facility		
14		Investment Income	500,000	-0-
15	003.	Maintenance Pool - 2024-2026		
16		Investment Income	3,000,000	3,000,000
17	004.	Backup Power Supply		
18		Bond Funds	30,000,000	-0-
19	005.	Upgrade Air Handling and Filtration System		
20		Bond Funds	2,000,000	2,000,000
21	006.	Replace IT Infrastructure		
22		Bond Funds	2,100,000	-0-
23	007.	Land Acquisition		
24		Investment Income	1,090,000	-0-
25	008.	Kentucky Exposition Center Redevelopment Plan Phase II		
26		Bond Funds	-0-	212,709,000
27	5.	FISH AND WILDLIFE RESOURCES		

1	001. Fees-in-Lieu-of Stream Mitigation Projects Pool		
2	Restricted Funds	64,500,000	48,600,000
3	002. Construct Camp Earl Wallace Dining Hall		
4	Restricted Funds	1,935,000	-0-
5	Federal Funds	2,565,000	-0-
6	TOTAL	4,500,000	-0-
7	003. Cumberland Forest Conservation Program/Ataya		
8	Federal Funds	6,650,000	-0-
9	004. Construct Lakes and Streams Building		
10	Restricted Funds	430,000	-0-
11	Federal Funds	1,173,000	-0-
12	TOTAL	1,603,000	-0-
13	005. Ballard Wildlife Management Area Big Pump - Additional		
14	Federal Funds	4,125,000	-0-
15	Other Funds	1,375,000	-0-
16	TOTAL	5,500,000	-0-
17	006. Construct Critical Species Investigation Building		
18	Federal Funds	1,602,000	-0-
19	007. Construct Veterans' Memorial Shooting Range		
20	Restricted Funds	400,000	-0-
21	Federal Funds	3,600,000	-0-
22	TOTAL	4,000,000	-0-
23	008. Maintenance Pool - 2024-2026		
24	Restricted Funds	1,500,000	1,500,000
25	Federal Funds	1,500,000	1,500,000
26	TOTAL	3,000,000	3,000,000
27	6. HISTORICAL SOCIETY		

1	001. Kentucky Old State Capitol Preservation		
2	Bond Funds	1,192,000	993,000
3	Other Funds	105,000	64,000
4	TOTAL	1,297,000	1,057,000

5 **7. KENTUCKY CENTER FOR THE ARTS**

6 **001. Maintenance Pool - 2024-2026**

7	Investment Income	550,000	550,000
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8 **002. Renovate Building to Improve Security**

9	Investment Income	625,000	900,000
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10 **PART III**

11 **GENERAL PROVISIONS**

12 **1. Funds Designations:** Restricted Funds designated in the biennial budget bills
 13 are classified in the state financial records and reports as the Agency Revenue Fund, State
 14 Enterprise Funds (State Parks, State Fair Board, Insurance Administration, and Kentucky
 15 Horse Park), Internal Services Funds (Fleet Management, Computer Services,
 16 Correctional Industries, Central Printing, Risk Management, and Property Management),
 17 and selected Fiduciary Funds (Other Expendable Trust Funds). Separate fund records and
 18 reports shall be maintained in a manner consistent with the branch budget bills.

19 The sources of Restricted Funds appropriations in this Act shall include all fees
 20 (which includes fees for room and board, athletics, and student activities) and rentals,
 21 admittances, sales, bond proceeds, licenses collected by law, gifts, subventions,
 22 contributions, income from investments, and other miscellaneous receipts produced or
 23 received by a budget unit, except as otherwise specifically provided, for the purposes,
 24 use, and benefit of the budget unit as authorized by law. Restricted Funds receipts shall
 25 be credited and allotted to the respective fund or account out of which a specified
 26 appropriation is made in this Act. All receipts of Restricted Funds shall be deposited in
 27 the State Treasury and credited to the proper account as provided in KRS Chapters 12,

1 42, 45, and 48.

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

10 **2. Expenditure of Excess Restricted Funds or Federal Funds Receipts:** If
11 receipts received or credited to the Restricted Funds accounts or Federal Funds accounts
12 of a budget unit during fiscal year 2024-2025 or fiscal year 2025-2026, and any balance
13 forwarded to the credit of these same accounts from the previous fiscal year, exceed the
14 appropriation made by a specific sum for these accounts of the budget unit as provided in
15 Part I, Operating Budget, of this Act, for the fiscal year in which the excess occurs, the
16 excess funds in the accounts of the budget unit shall become available for expenditure for
17 the purpose of the account during the fiscal year only upon compliance with the
18 conditions and procedures specified in KRS 48.400, 48.500, 48.600, 48.605, 48.620,
19 48.630, 48.730, and 48.800, and with the authorization of the State Budget Director and
20 approval of the Secretary of the Finance and Administration Cabinet.

21 Prior to authorizing the appropriation of any excess, unbudgeted Restricted Funds
22 pursuant to this section, the State Budget Director and the Secretary of the Finance and
23 Administration Cabinet shall review the adequacy of the General Fund Surplus Account
24 with respect to its availability to support authorized expenditures from the General Fund
25 Surplus Account, known as Necessary Government Expenses. If General Fund Surplus
26 Account moneys are determined by this review to be adequate to meet known or
27 anticipated Necessary Government Expenses during fiscal year 2024-2025 or fiscal year

1 2025-2026, respectively, then the appropriation increase may be approved. If the review
2 indicates that there are insufficient funds available or reasonably estimated to become
3 available to the General Fund Surplus Account to meet known or projected Necessary
4 Government Expenses for the fiscal years enumerated above, the State Budget Director
5 and the Secretary of the Finance and Administration Cabinet may disapprove the request
6 for additional Restricted Funds expenditure authority and may direct the excess
7 Restricted Funds identified to the General Fund Surplus Account in order to meet
8 Necessary Government Expense obligations. The results of any review shall be reported
9 to the Interim Joint Committee on Appropriations and Revenue in accordance with KRS
10 48.400, 48.500, 48.600, 48.605, 48.610, 48.620, 48.630, 48.730, and 48.800.

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

17 Notwithstanding KRS 48.630(2), any request for allotment of unbudgeted
18 appropriations from any fund source shall be made in writing 14 days in advance of any
19 allotment revision by the head of the budget unit and transmitted simultaneously to the
20 State Budget Director and the Interim Joint Committee on Appropriations and Revenue.
21 The State Budget Director shall report all approved revisions of unbudgeted
22 appropriations to the Interim Joint Committee on Appropriations and Revenue within 14
23 days of the revision. This report shall include analysis, including but not limited to the
24 amount, necessity, remaining unbudgeted funds, and anticipated future needs for
25 unbudgeted funds.

26 Each budget unit shall submit its reports in print and electronic format consistent
27 with the Restricted Funds and Federal Funds records contained in the fiscal biennium

1 2024-2026 Branch Budget Request Manual and according to the following schedule in
2 each fiscal year: (a) on or before the beginning of each fiscal year; (b) on or before
3 October 1; (c) on or before January 1; and (d) on or before April 1.

4 **3. Interim Appropriation Increases:** No appropriation from any fund source
5 shall exceed the sum specified in this Act until the agency has documented the necessity,
6 purpose, use, and source, and the documentation has been submitted to the Interim Joint
7 Committee on Appropriations and Revenue for its review and action in accordance with
8 KRS 48.630 and Section 2. of this Part. Proposed revisions to an appropriation contained
9 in the enacted State/Executive Branch Budget or allotment of an unbudgeted
10 appropriation shall conform to the conditions and procedures of KRS 48.630 and this
11 Act.

12 **4. Revision of Appropriation Allotments:** Allotments within appropriated
13 sums for the activities and purposes contained in the enacted State/Executive Branch
14 Budget shall conform to KRS 48.610 and may be revised pursuant to KRS 48.605 and
15 this Act.

16 **5. Permitted Appropriation Obligations:** No state agency, cabinet,
17 department, office, or program shall incur any obligation against the General Fund or
18 Road Fund appropriations contained in this Act unless the obligation may be reasonably
19 determined to have been contemplated in the enacted State/Executive Branch Budget and
20 is based upon supporting documentation considered by the General Assembly and
21 legislative and executive records.

22 **6. Lapse of General Fund or Road Fund Appropriations Supplanted by**
23 **Federal Funds:** Notwithstanding KRS 45.229, any General Fund appropriation made in
24 anticipation of a lack, loss, or reduction of Federal Funds shall lapse to the Budget
25 Reserve Trust Fund Account (KRS 48.705) to the extent the Federal Funds otherwise
26 become available. Any Road Fund appropriation made in anticipation of a lack, loss, or
27 reduction of Federal Funds shall lapse to the Road Fund Surplus Account to the extent

1 the Federal Funds otherwise become available.

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

4 **8. Lapse of General Fund or Road Fund Excess Debt Service**
5 **Appropriations:** Notwithstanding KRS 48.720, any excess General Fund debt service
6 shall lapse to the Budget Reserve Trust Fund Account (KRS 48.705) unless otherwise
7 directed in this Act. Pursuant to KRS 48.720, any excess Road Fund debt service shall
8 lapse to the Road Fund Surplus Account unless otherwise directed in this Act.

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

12 **10. Interpretation of Appropriations:** Notwithstanding KRS 48.500, all
13 questions that arise in interpreting this Act and the Transportation Cabinet budget shall be
14 decided by the Attorney General, and the decision of the Attorney General shall be final
15 and conclusive.

16 **11. Publication of the Budget of the Commonwealth:** The State Budget
17 Director shall cause the Governor's Office for Policy and Management, within 60 days of
18 adjournment of the 2024 Regular Session of the General Assembly, to publish a final
19 enacted budget document, styled the Budget of the Commonwealth, based upon the
20 Legislative Branch Budget, State/Executive Branch Budget, Transportation Cabinet
21 Budget, and Judicial Branch Budget as enacted by the 2024 Regular Session, as well as
22 other Acts which contain appropriation provisions for the 2024-2026 fiscal biennium, and
23 based upon supporting documentation and legislative records as considered by the 2024
24 Regular Session. This document shall include, for each agency and budget unit, a
25 consolidated budget summary statement of available regular and continuing appropriated
26 revenue by fund source, corresponding appropriation allocations by program or
27 subprogram as appropriate, budget expenditures by principal budget class, and any other

1 fiscal data and commentary considered necessary for budget execution by the Governor's
2 Office for Policy and Management and oversight by the Interim Joint Committee on
3 Appropriations and Revenue. The enacted State/Executive Branch Budget and
4 Transportation Cabinet Budget shall be revised or adjusted only upon approval by the
5 Governor's Office for Policy and Management as provided in each Part of this Act and by
6 KRS 48.400 to 48.810, and upon review and approval by the Interim Joint Committee on
7 Appropriations and Revenue.

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

10 **13. Prorating Administrative Costs:** The Secretary of the Finance and
11 Administration Cabinet is authorized to establish a system or formula or a combination of
12 both for prorating the administrative costs of the Finance and Administration Cabinet, the
13 Department of the Treasury, and the Office of the Attorney General relative to the
14 administration of programs in which there is joint participation by the state and federal
15 governments for the purpose of receiving the maximum amount of participation
16 permitted under the appropriate federal laws and regulations governing the programs. The
17 receipts and allotments under this section shall be reported to the Interim Joint
18 Committee on Appropriations and Revenue prior to any transfer of funds.

19 **14. Construction of Budget Provisions Regarding Executive Reorganization**
20 **Orders:** Nothing in this Act shall be construed to confirm or ratify, under KRS 12.028,
21 any executive reorganization order unless the executive order was confirmed or ratified
22 by appropriate amendment to the Kentucky Revised Statutes in another Act of the 2024
23 Regular Session of the General Assembly.

24 **15. Executive Orders:** For the purpose of ensuring transparent government, the
25 Governor shall provide a comprehensive report to the Legislative Research Commission
26 simultaneously with each and every executive order issued pertaining to:

- 27 (1) Authorizing the expenditure of state funds over \$10,000;

- 1 (2) Establishing or altering the organization of state agencies;
- 2 (3) Establishing or altering the services provided by state government; or
- 3 (4) Establishing a new program or altering an existing program administered by
- 4 state government.

5 The comprehensive report shall contain the following items:

- 6 (1) A complete statement of each essential fact upon which the order is based;
- 7 (2) A complete statement of each goal sought through issuance of the order;
- 8 (3) A comprehensive analysis explaining how the executive order achieves each
- 9 stated goal with the least burden placed upon the constitutional rights of the citizens of
- 10 the Commonwealth of Kentucky and how each stated goal is accomplished with the most
- 11 efficient use of taxpayer money;
- 12 (4) A detailed estimate of the anticipated expenditures of all state funds and all
- 13 state employee time required for implementation or enforcement itemized in the smallest
- 14 categories reasonably identifiable and stated in weekly increments; and
- 15 (5) A detailed statement of all state funds and all state employee time actually
- 16 expended for implementation or enforcement of each and every prior executive order
- 17 upon the same issue or event or substantially similar issue or event itemized in the
- 18 smallest categories reasonably identifiable and stated in weekly increments.

19 Each comprehensive report shall be updated every 30 days subsequent to issuance

20 of an executive order and shall be provided to the Legislative Research Commission.

21 Notwithstanding any statute to the contrary, except as provided in this Act, no state

22 funds or state employee time shall be expended by any person or agency to implement or

23 enforce any executive order issued other than as authorized by KRS Chapters 39A to

24 39F, as amended by 2021 Regular Session SB 1 and further amended by subsequent acts

25 of the 2021 General Assembly, or other than as may be implemented or enforced for a

26 total sum not exceeding \$100,000, inclusive of all state employee time and costs, or other

27 than as may relate to an emergency order issued relative to a natural disaster, or other

1 than as may be approved by the General Assembly.

2 **16. Tax Expenditure Revenue Loss Estimates:** By September 1 of each fiscal
3 year, the Office of State Budget Director shall provide to each branch of government
4 detailed estimates for the General Fund and Road Fund for the current and next two fiscal
5 years of the revenue loss resulting from tax expenditures. The Department of Revenue
6 shall provide assistance and furnish data, which is not restricted by KRS 131.190. "Tax
7 expenditure" as used in this section means an exemption, exclusion, or deduction from
8 the base of a tax, a credit against the tax, a deferral of a tax, or a preferential tax rate. The
9 estimates shall include for each tax expenditure the amount of revenue loss, a citation of
10 the legal authority for the tax expenditure, the year in which it was enacted, and the tax
11 year in which it became effective.

12 **17. Duplicate Appropriations:** Any appropriation item and sum in Parts I to X
13 of this Act and in an appropriation provision in any Act of the 2024 Regular Session
14 which constitutes a duplicate appropriation shall be governed by KRS 48.312.

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

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

23 **20. Unclaimed Lottery Prize Money:** For fiscal year 2024-2025 and fiscal year
24 2025-2026, all unclaimed lottery prize money under KRS 154A.110(3) shall be credited
25 to the Kentucky Educational Excellence Scholarship Reserve Account to be held as a
26 subsidiary account within the Finance and Administration Cabinet for the purpose of
27 funding the KEES Program as appropriated in this Act. If the Kentucky Higher Education

1 Assistance Authority certifies to the State Budget Director that the appropriations in this
2 Act for the KEES Program under the existing award schedule are insufficient to meet
3 funds required for eligible applicants, then the State Budget Director shall provide the
4 necessary allotment of funds in the balance of the KEES Reserve Account to fund the
5 KEES Program. Actions taken under this section shall be reported to the Interim Joint
6 Committee on Appropriations and Revenue on a timely basis.

7 **21. Workers' Compensation:** Notwithstanding KRS 342.340(1) and 803 KAR
8 25:021, Section 4, the Personnel Cabinet shall be exempt from procuring excess risk
9 insurance in fiscal year 2024-2025 and fiscal year 2025-2026 for the Workers'
10 Compensation Benefits and Reserve Program administered by the Cabinet.

11 **22. Carry Forward and Undesignated General Fund and Road Fund Carry**
12 **Forward:** Notwithstanding KRS 48.700 and 48.705, and other Parts of this Act, the
13 Secretary of the Finance and Administration Cabinet shall determine and certify, within
14 30 days of the close of fiscal year 2023-2024 and fiscal year 2024-2025, the actual
15 amount of undesignated balance of the General Fund and the Road Fund for the year just
16 ended. The amounts from the undesignated fiscal year 2023-2024 and fiscal year 2024-
17 2025 General Fund and Road Fund balances that are designated and carried forward for
18 budgeted purposes in the 2024-2026 fiscal biennium shall be determined by the State
19 Budget Director during the close of the respective fiscal year and shall be reported to the
20 Interim Joint Committee on Appropriations and Revenue within 30 days of the close of
21 the fiscal year. Any General Fund undesignated balance in excess of the amount
22 designated for budgeted purposes under this section shall be made available for the
23 General Fund Surplus Expenditure Plan contained in Part VII of this Act unless otherwise
24 provided in this Act. The Road Fund undesignated balance in excess of the amount
25 designated for budgeted purposes under this section shall be made available for the Road
26 Fund Surplus Expenditure Plan contained in Part IX of this Act unless otherwise
27 provided in this Act.

1 **23. Reallocation of Appropriations Among Budget Units:** Notwithstanding any
2 statute to the contrary, or provisions of this Act, the Secretary of a Cabinet, the
3 Commissioner of the Department of Education, and other agency heads may request a
4 reallocation among budget units under his or her administrative authority up to five
5 percent of General Fund appropriations contained in Part I, Operating Budget, of this Act
6 for fiscal years 2023-2024, 2024-2025, and 2025-2026 for approval by the State Budget
7 Director. A request shall explain the need and use for the transfer authority under this
8 section. The amount of transfer of General Fund appropriations shall be separately
9 recorded and reported in the system of financial accounts and reports provided in KRS
10 Chapter 45. The State Budget Director shall report a transfer made under this section, in
11 writing, to the Interim Joint Committee on Appropriations and Revenue.

12 **24. Budget Implementation:** The General Assembly directs that the Executive
13 Branch shall carry out all appropriations and budgetary language provisions as contained
14 in the State/Executive Branch Budget. The Legislative Research Commission shall
15 review quarterly expenditure data to determine if an agency is out of compliance with this
16 directive. If the Legislative Research Commission suspects that any entity has acted in
17 non-conformity with this section, the Legislative Research Commission may order an
18 audit or review at the agency's expense. Such audit findings, reviews, and reports shall be
19 subject to the Kentucky Open Records Law. The Secretary of each Cabinet, the
20 Commissioner of Education, or agency head shall provide a comprehensive semiannual
21 report, beginning February 1, 2025, to the standing Appropriations and Revenue
22 Committees of the General Assembly or the Interim Joint Committee on Appropriations
23 and Revenue, as appropriate, detailing expenditures related to the appropriations
24 contained within the budgetary language provisions for each budget unit within their
25 cabinet. If an agency does not expend the full General Fund appropriation contained
26 within a budgetary language provision, the unexpended funds shall be transferred to the
27 Budget Reserve Trust Fund Account (KRS 48.705).

1 **25. Appropriations Expenditure Purpose and Transfer Restrictions:** Funds
2 appropriated in this Act shall be expended only for the purposes specified and authorized
3 by the General Assembly in this Act. No funds appropriated in this Act shall be
4 transferred to or between any cabinet, department, board, commission, institution,
5 agency, or budget unit of state government unless specifically authorized by the General
6 Assembly in this Act and KRS 48.400 to 48.810. Semiannually, beginning February 1,
7 2025, the State Budget Director shall submit a letter to the Legislative Research
8 Commission certifying any known violations of any provision of this section for that six-
9 month period or any prior six-month period. Compliance with the provisions of this
10 section shall be reviewed and determined by the Interim Joint Committee on
11 Appropriations and Revenue.

12 **26. Information Technology:** All authorized computer information technology
13 projects shall submit a semiannual progress report to the Capital Projects and Bond
14 Oversight Committee. The reporting process shall begin six months after the project is
15 authorized and shall continue through completion of the project. The initial report shall
16 establish a timeline for completion and cash disbursement schedule. Each subsequent
17 report shall update the timeline and budgetary status of the project and explain in detail
18 any issues with completion date and funding.

19 **27. Equipment Service Contracts and Energy Efficiency Measures:** The
20 General Assembly mandates that the Finance and Administration Cabinet review all
21 equipment service contracts to maximize savings to the Commonwealth to strictly adhere
22 to the provisions of KRS 56.772, 56.782, and 56.784 in maximizing the use of energy
23 efficiency measures.

24 **28. Debt Restructuring:** Notwithstanding any other provision of the Kentucky
25 Revised Statutes, no General Fund or Road Fund debt restructuring transactions shall be
26 undertaken during the 2024-2026 fiscal biennium.

27 **29. Effects of Subsequent Legislation:** If any measure enacted during the 2024

1 Regular Session of the General Assembly subsequent to this Act contains an
2 appropriation or is projected to increase or decrease General Fund revenues, the amount
3 in the Budget Reserve Trust Fund shall be revised to accommodate the appropriation or
4 the reduction or increase in projected revenues. Notwithstanding any provision of KRS
5 48.120(3) and (4) to the contrary, the official enacted revenue estimates of the
6 Commonwealth described in KRS 48.120(4) shall be adjusted at the conclusion of the
7 2024 Regular Session of the General Assembly, respectively, to incorporate any
8 projected revenue increases or decreases that will occur as a result of actions taken by the
9 General Assembly subsequent to the passage of this Act by both chambers.

10 **30. Permitted Use of Water and Sewer Bond Funds:** Notwithstanding Part II,
11 (3) of this Act and any statute to the contrary, any balances remaining for either closed or
12 open project grant agreements authorized pursuant to bond pools set forth in 2003 Ky.
13 Acts ch. 156, Part II, A., 3., d. Water and Sewer Resources Development Fund for
14 Tobacco Counties and e. Water and Sewer Resources Development Fund For Coal
15 Producing Counties; 2005 Ky. Acts ch. 173, Part II, A., 3., 003. Infrastructure for
16 Economic Development Fund for Coal-Producing Counties and 004. Infrastructure for
17 Economic Development Fund for Tobacco Counties; 2006 Ky. Acts ch. 252, Part II, A.,
18 2., 003. Infrastructure for Economic Development Fund for Non-Coal Producing
19 Counties and 004. Infrastructure for Economic Development Fund for Coal-Producing
20 Counties; 2008 Ky. Acts ch. 123, Section 3., 004. Infrastructure for Economic
21 Development Fund for Coal-Producing Counties and 005. Infrastructure for Economic
22 Development Fund for Non-Coal Producing Counties; 2008 Ky. Acts ch. 174, Section 2.;
23 and 2009 Ky. Acts ch. 87, Section 2. shall not lapse and shall remain to the credit of
24 projects previously authorized by the General Assembly unless expressly reauthorized
25 and reallocated by action of the General Assembly.

26 **31. COVID-19 Federal Funds:** No Federal Funds received from the Coronavirus
27 Aid, Relief, and Economic Security (CARES) Act or any other Federal Funds related to

1 the COVID-19 emergency response shall be used to establish any new programs unless
2 those new programs can be fully supported from existing appropriation amounts once all
3 of the Federal Funds have been expended. No new positions shall be established unless
4 those new positions are established as federally funded time-limited positions. The Office
5 of State Budget Director shall submit a report to the Interim Joint Committee on
6 Appropriations and Revenue by December 1 of each fiscal year on the expenditure of all
7 Federal Funds and associated matching funds related to the COVID-19 emergency
8 response. Any unexpended Federal Funds that require an interim reallocation must be
9 approved by both the Governor and the State Treasurer.

10 **32. Approval of State Aircraft Travel:** Notwithstanding KRS 45.101, 174.508,
11 and any other statute or administrative regulation to the contrary, the use of state aircraft
12 by any secretary or other state official of any Executive Branch cabinet for out-of-state
13 travel shall be approved by the State Treasurer. The State Treasurer shall only approve
14 requests which document that the use of state aircraft is the lowest cost option as
15 measured by both travel costs and travel time. The State Treasurer shall not designate
16 approval authority for out-of-state travel on state aircraft by Executive Branch cabinet
17 secretaries or other state officials to any other person. Any requests and documentation
18 regarding the use of state aircraft collected by the State Treasurer shall be subject to the
19 Kentucky Open Records Act, KRS 61.870 to 61.884.

20 **33. Lapse of General Fund or Road Fund Appropriations Supplanted by**
21 **Pandemic Relief Funds:** Notwithstanding KRS 45.229, any General Fund
22 appropriations that become available due to supplantation of Federal Funds related to
23 COVID-19 emergency response or pandemic relief shall lapse to the Budget Reserve
24 Trust Fund Account (KRS 48.705). Any Road Fund appropriations that become available
25 due to supplantation of Federal Funds related to the COVID-19 emergency response or
26 pandemic relief shall lapse to the Emergency Disaster Relief Account.

27 **34. Federal Acts:** Notwithstanding KRS 48.630, Section 2. of this Part, and any

1 statute to the contrary, the state portion of the Coronavirus State and Local Fiscal
2 Recovery Fund and the Coronavirus Capital Projects Fund of the American Rescue Plan
3 Act of 2021 shall not be expended or appropriated without the express authority of the
4 General Assembly.

5 **35. Pandemic Relief Funds:** No Federal Funds received related to COVID-19
6 emergency response or pandemic relief shall be used to establish any new programs
7 unless those new programs can be fully supported from existing appropriation amounts
8 once all of the Federal Funds have been expended. No new positions shall be established
9 unless those new positions are established as federally funded time-limited positions. The
10 Office of State Budget Director shall prepare a monthly report for all federal pandemic
11 relief funds. The report shall include, at a minimum, the federal grant program name, the
12 recipient, the purpose of the funding, the total award amount, monthly detail of actual
13 expenditures by object code, and the fund source and amounts of any state funds that
14 have been supplanted. The report shall be submitted to the Legislative Research
15 Commission, Office of Budget Review, by the 15th of each month during the 2024-2026
16 fiscal biennium.

17 **36. Electronic Access to Budget Information:** In accordance with KRS 48.950,
18 the State Budget Director shall continue to work cooperatively with the Legislative
19 Research Commission to provide relevant budgetary information in a timely manner. To
20 ensure that this information is transmitted in its most useful format, the State Budget
21 Director shall provide electronic versions of all documents requested by the Legislative
22 Research Commission in an editable format in order for documents to be manipulated
23 without the use of specialized software. Electronic access shall also include the ability to
24 access and view, but not edit, documents contained in KBUD and all related or successor
25 budgetary systems of record.

26 **37. Motor Vehicles:** Notwithstanding any statute to the contrary, no agency,
27 department, air pollution control district, or political subdivision of the Commonwealth,

1 including the Transportation Cabinet, shall mandate the purchase of electric vehicles, and
2 no Request for Proposal shall limit purchasing of vehicles to solely electric vehicles.

3 **PART IV**

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

5 **1. Authorized Personnel Complement:** On July 1, 2024, and July 1, 2025, the
6 Personnel Cabinet and the Office of State Budget Director shall establish a record for
7 each budget unit of authorized permanent full-time and other positions based upon the
8 enacted State/Executive Branch Budget of the Commonwealth and any adjustments
9 authorized by provisions in this Act. The total number of filled permanent full-time and
10 all other positions shall not exceed the authorized complements pursuant to this section.
11 An agency head may request an increase in the number of authorized positions to the
12 State Budget Director. Upon approval of the State Budget Director, the Secretary of the
13 Personnel Cabinet may authorize the employment of individuals in addition to the
14 authorized complement. A report of the actions authorized in this section shall be
15 provided to the Legislative Research Commission on a monthly basis.

16 **2. Salary Increment:** Notwithstanding KRS 18A.355, relating to anniversary
17 date, and notwithstanding KRS 156.808(6)(e), a three percent salary increase is provided,
18 effective July 1, 2024, and a three percent salary increase is provided, effective July 1,
19 2025, on the base salary or wages of each eligible state employee.

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

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

27 **5. Employer Retirement Contribution Rates:** Notwithstanding KRS 61.565

1 and 61.702, the employer contribution rates for Kentucky Employees Retirement System
2 from July 1, 2024, through June 30, 2026, and except as otherwise provided in this Act,
3 shall be 23.74 percent, consisting of 23.74 percent for pension for hazardous duty
4 employees; for the same period, the employer contribution for employees of the State
5 Police Retirement System shall be 68.10 percent, consisting of 65.79 percent for pension
6 and 2.31 percent for health insurance. Notwithstanding any other provision of this Act or
7 KRS 61.565 or 61.702 to the contrary, the initial actuarially accrued liability employer
8 contribution rate from July 1, 2024, through June 30, 2026, for nonhazardous employees
9 in the Executive Branch departments shall be determined by the State Budget Director by
10 May 1, 2024. The employer contribution rate shall include the normal cost contribution
11 of 8.44 percent and be sufficient to adhere to the prorated amount of the actuarially
12 accrued liability to each individual nonhazardous employer as determined by the
13 Kentucky Employees Retirement System. The rates in this section apply to wages and
14 salaries earned for work performed during the described period regardless of when the
15 employee is paid for the time worked.

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

26 **7. State Group Health Insurance Plan - Transfer Between Plan Years:**
27 Notwithstanding KRS 18A.2254, the Secretary of the Finance and Administration

Cabinet and the Secretary of the Personnel Cabinet are authorized to use the excess funds from any prior plan year to satisfy claims or expenses in Plan Year 2021, Plan Year 2022, Plan Year 2023, Plan Year 2024, Plan Year 2025, and Plan Year 2026.

8. State Group Health Insurance Plan – Plan Year Closure: Notwithstanding KRS 18A.2254, Plan Year 2020 shall be considered closed as of June 30, 2024, and the balance from that Plan Year shall be transferred to Plan Year 2021. All other income and expenses attributable to the closed Plan Year shall be deposited in or charged to the Plan Year 2021 account after that date.

PART V

FUNDS TRANSFER

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

Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2024-2025 and fiscal year 2025-2026:

	2024-25	2025-26
A. ENERGY AND ENVIRONMENT		
1. Secretary		
Kentucky Pride Trust Fund	227,900	209,000
(KRS 224.43-505(2)(a)3.)		

Notwithstanding KRS 224.43-505(2)(a)3., these funds transfers to the General Fund support the General Fund debt service on the bonds sold as appropriated by 2003 Ky. Acts ch. 156, Part II, A., 3., c.

B. JUSTICE AND PUBLIC SAFETY

1. Criminal Justice Training

Criminal Justice Training	2,301,000	2,301,000
(KRS 15.430 and 136.392(2))		

1 Notwithstanding KRS 15.430 and 136.392(2), these funds transfers to the General
2 Fund support the General Fund debt service for the capital project in 2022 Ky. Acts ch.
3 199, Part II, H., 2., 002.

4 TOTAL - FUNDS TRANSFER 2,528,900 2,510,000

5 **PART VI**

6 **GENERAL FUND BUDGET REDUCTION PLAN**

7 Pursuant to KRS 48.130 and 48.600, a General Fund Budget Reduction Plan is
8 enacted for state government in the event of an actual or projected revenue shortfall in
9 General Fund revenue receipts, excluding Tobacco Settlement – Phase I receipts, of
10 \$15,554,500,000 in fiscal year 2023-2024, \$15,549,500,000 in fiscal year 2024-2025, and
11 \$15,643,600,000 in fiscal year 2025-2026, as modified pursuant to Part III, 29. of this Act
12 and by related Acts and actions of the General Assembly in any subsequent extraordinary
13 or regular session. Notwithstanding KRS 48.130, direct services, obligations essential to
14 the minimum level of constitutional functions, and other items that may be specified in
15 this Act, are exempt from the requirements of this Plan. Each branch head shall prepare a
16 specific plan to address the proportionate share of the General Fund revenue shortfall
17 applicable to the respective branch. No budget revision action shall be taken by a branch
18 head in excess of the actual or projected revenue shortfall.

19 The Governor, the Secretary of State, the Attorney General, the Treasurer, the
20 Commissioner of Agriculture, the Auditor of Public Accounts, the Chief Justice, and the
21 Legislative Research Commission shall direct and implement reductions in allotments
22 and appropriations only for their respective branch budget units as may be necessary, as
23 well as take other measures which shall be consistent with the provisions of this Part and
24 biennial branch budget bills.

25 Pursuant to KRS 48.130(4), in the event of a revenue shortfall of five percent or
26 less, the following General Fund budget reduction actions shall be implemented:

27 (1) The Local Government Economic Assistance Fund and the Local Government

1 Economic Development Fund shall be adjusted by the Secretary of the Finance and
2 Administration Cabinet to equal revised estimates of receipts pursuant to KRS 42.4582 as
3 modified by the provisions of this Act;

4 (2) Transfers of excess unappropriated Restricted Funds, notwithstanding any
5 statutes to the contrary, other than fiduciary funds, to the General Fund shall be applied
6 as determined by the head of each branch for its respective budget units. No transfers to
7 the General Fund shall be made from the following:

8 (a) Local Government Economic Assistance Fund and Local Government
9 Economic Development Fund;

10 (b) Unexpended debt service from the Tobacco-Settlement Phase I Funds,
11 including but not limited to unexpended debt service and the Tobacco Unbudgeted
12 Interest Income-Rural Development Trust Fund, in either fiscal year; and

13 (c) The Kentucky Permanent Pension Fund;

14 (3) Unexpended debt service;

15 (4) Any unanticipated Phase I Master Settlement Agreement revenues in both
16 fiscal years shall be appropriated according to Part X of this Act and shall not be
17 transferred to the General Fund;

18 (5) Use of the unappropriated balance of the General Fund surplus shall be
19 applied;

20 (6) Any language provision that expresses legislative intent regarding a specific
21 appropriation shall not be reduced by a greater percentage than the reduction to the
22 General Fund appropriation for that budget unit;

23 (7) Contributions appropriated to pensions in excess of statutory requirements;

24 (8) Contributions appropriated to pension insurance in excess of actuarially
25 required contributions;

26 (9) Reduce General Fund appropriations in Executive Branch agencies' operating
27 budget units by a sufficient amount to balance either fiscal year. No reductions of

1 General Fund appropriations shall be made from the Local Government Economic
2 Assistance Fund or the Local Government Economic Development Fund;

3 (10) Notwithstanding subsection (9) of this Part, no reductions shall be made to the
4 Secretary of State, the Attorney General, the Treasurer, the Commissioner of Agriculture,
5 or the Auditor of Public Accounts, or their offices, Commonwealth's Attorneys or their
6 offices, or County Attorneys or their offices. The Governor may request their
7 participation in a budget reduction; however, the level of participation shall be at the
8 discretion of the Constitutional Officer or the Prosecutors Advisory Council, and shall
9 not exceed the actual percentage of revenue shortfall;

10 (11) Excess General Fund appropriations which accrue as a result of personnel
11 vacancies and turnover, and reduced requirements for operating expenses, grants, and
12 capital outlay shall be determined and applied by the heads of the executive, judicial, and
13 legislative departments of state government for their respective branches. The branch
14 heads shall certify the available amounts which shall be applied to budget units within the
15 respective branches and shall promptly transmit the certification to the Secretary of the
16 Finance and Administration Cabinet and the Legislative Research Commission. The
17 Secretary of the Finance and Administration Cabinet shall execute the certified actions as
18 transmitted by the branch heads.

19 Branch heads shall take care, by their respective actions, to protect, preserve, and
20 advance the fundamental health, safety, legal and social welfare, and educational well-
21 being of the citizens of the Commonwealth; and

22 (12) Pursuant to KRS 48.130 and 48.600, if the actions contained in subsections
23 (1) to (11) of this Part are insufficient to eliminate an actual or projected General Fund
24 revenue shortfall, then the Governor is empowered and directed to take necessary actions
25 with respect to the Executive Branch budget units to balance the budget by such actions
26 conforming with the criteria expressed in this Part.

27 PART VII

GENERAL FUND SURPLUS EXPENDITURE PLAN

(1) Notwithstanding KRS 48.130(7), 48.140(3), 48.700, and 48.705, there is established a plan for the expenditure of General Fund surplus moneys pursuant to a General Fund Surplus Expenditure Plan contained in this Part for fiscal years 2023-2024, 2024-2025, and 2025-2026. Pursuant to the enactment of the Surplus Expenditure Plan, General Fund moneys made available for the General Fund Surplus Expenditure Plan pursuant to Part III, General Provisions, Section 22. of this Act are appropriated to the following:

(a) Expenditures without a sum-specific appropriation amount, known as Necessary Government Expenses, as authorized in Part I of this Act;

(b) The entire remaining amount to the Budget Reserve Trust Fund; and

(c) No surplus moneys in any fiscal year shall be reserved for Necessary Government Expenses in a subsequent fiscal year.

(2) The Secretary of the Finance and Administration Cabinet shall determine, within 30 days after the close of each fiscal year, based on the official financial records of the Commonwealth, the amount of actual General Fund undesignated fund balance for the General Fund Surplus Account that may be available for expenditure pursuant to the Plan in fiscal year 2024-2025 and fiscal year 2025-2026. The Secretary of the Finance and Administration Cabinet shall certify the amount of actual General Fund undesignated fund balance available for expenditure to the Legislative Research Commission.

PART VIII**ROAD FUND BUDGET REDUCTION PLAN**

There is established a Road Fund Budget Reduction Plan for fiscal years 2023-2024, 2024-2025, and 2025-2026. Notwithstanding KRS 48.130(1) and (3) relating to statutory appropriation adjustments related to the revenue sharing of motor fuels taxes, in the event of an actual or projected revenue shortfall in Road Fund revenue receipts of \$1,881,700,000 in fiscal year 2023-2024, \$1,825,000,000 in fiscal year 2024-2025, and

1 \$1,894,300,000 in fiscal year 2025-2026, as modified by related Acts and actions of the
2 General Assembly in an extraordinary or regular session, the Governor shall implement
3 sufficient reductions as may be required to protect the highest possible level of service.

4 **PART IX**

5 **ROAD FUND SURPLUS EXPENDITURE PLAN**

6 Notwithstanding KRS 48.110, 48.140, and 48.710, there is established a plan for the
7 expenditure of the Road Fund Surplus Account. All moneys in the Road Fund Surplus
8 Account shall be appropriated to the State Construction Account within the Highways
9 budget unit and utilized to support projects in the 2024-2026 Biennial Highway
10 Construction Program.

11 **PART X**

12 **PHASE I TOBACCO SETTLEMENT**

13 **(1) General Purpose:** This Part prescribes the policy implementing aspects of the
14 national settlement agreement between the tobacco industry and the collective states as
15 described in KRS 248.701 to 248.727. In furtherance of that agreement, the General
16 Assembly recognizes that the Commonwealth of Kentucky is a party to the Phase I
17 Master Settlement Agreement (MSA) between the Participating Tobacco Manufacturers
18 and 46 Settling States which provides reimbursement to states for smoking-related
19 expenditures made over time.

20 **(2) State's MSA Share:** The Commonwealth's share of the MSA is equal to
21 1.7611586 percent of the total settlement amount. Payments under the MSA are made to
22 the states annually in April of each year.

23 **(3) MSA Payment Amount Variables:** The total settlement amount to be
24 distributed on each payment date is subject to change pursuant to several variables
25 provided in the MSA, including inflation adjustments, volume adjustments, previously
26 settled states adjustments, and the nonparticipating manufacturers adjustment.

27 **(4) Distinct Identity of MSA Payment Deposits:** The General Assembly has

1 determined that it shall be the policy of the Commonwealth that all Phase I Tobacco
2 Settlement payments shall be deposited to the credit of the General Fund and shall
3 maintain a distinct identity as Phase I Tobacco Settlement payments that shall not lapse to
4 the credit of the General Fund surplus but shall continue forward from each fiscal year to
5 the next fiscal year to the extent that any balance is unexpended.

6 **(5) MSA Payment Estimates and Adjustments:** Based on the official estimates
7 of the Consensus Forecasting Group, the amount of MSA payments expected to be
8 received in fiscal year 2024-2025 is \$97,800,000 and in fiscal year 2025-2026 is
9 \$93,100,000. It is recognized that payments to be received by the Commonwealth are
10 estimated and are subject to change. If MSA payments received are less than the official
11 estimates, appropriation reductions shall be applied as follows: after exempting
12 appropriations for debt service, the Attorney General, and the Department of Revenue, 50
13 percent to the Agricultural Development Fund, 30 percent to the Early Childhood
14 Development Fund, and 20 percent to the Health Care Improvement Fund. If MSA
15 payments received exceed the official estimates, appropriation increases shall be applied
16 as follows: after exempting appropriations for debt service, the Attorney General, and the
17 Department of Revenue, 50 percent to the Agricultural Development Fund, 30 percent to
18 the Early Childhood Development Fund, and 20 percent to the Health Care Improvement
19 Fund.

20 **a. State Enforcement:** Notwithstanding KRS 248.654 and 248.703(4), a total of
21 \$150,000 of the MSA payments in each fiscal year is appropriated to the Attorney
22 General for the state's diligent enforcement of noncompliant nonparticipating
23 manufacturers.

24 **b. State Enforcement:** Notwithstanding KRS 248.654 and 248.703(4), a total of
25 \$250,000 of the MSA payments in each fiscal year is appropriated to the Finance and
26 Administration Cabinet, Department of Revenue for the state's diligent enforcement of
27 noncompliant nonparticipating manufacturers.

c. Debt Service: Notwithstanding KRS 248.654 and 248.703(4), \$23,466,900 in MSA payments in fiscal year 2024-2025 and \$16,783,700 in MSA payments in fiscal year 2025-2026 are appropriated to the Finance and Administration Cabinet, Debt Service budget unit.

d. Agricultural Development Initiatives: Notwithstanding KRS 248.654 and 248.703(4), \$41,967,100 in MSA payments in fiscal year 2024-2025 and \$42,961,000 in MSA payments in fiscal year 2025-2026 are appropriated to the Kentucky Agricultural Development Fund to be used for agricultural development initiatives as specified in this Part.

e. Early Childhood Development Initiatives: Notwithstanding KRS 248.654, \$22,534,000 in MSA payments in fiscal year 2024-2025 and \$22,580,000 in MSA payments in fiscal year 2025-2026 are appropriated to the Early Childhood Development Initiatives as specified in this Part.

f. Health Care Initiatives: Notwithstanding KRS 164.476, 248.654, and 304.17B-003(5), \$10,750,000 in MSA payments in fiscal year 2024-2025 and \$11,500,000 in MSA payments in fiscal year 2025-2026 are appropriated to the Health Care Improvement Fund for health care initiatives as specified in this Part.

A. STATE ENFORCEMENT

GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS

Notwithstanding KRS 248.654 and 248.703(4), appropriations for state enforcement shall be as follows:

1. GENERAL GOVERNMENT

Budget Unit	2024-25	2025-26
a. Attorney General	150,000	150,000

2. FINANCE AND ADMINISTRATION CABINET

Budget Unit	2024-25	2025-26
a. Revenue	250,000	250,000

B. DEBT SERVICE**GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS**

Notwithstanding KRS 248.654 and 248.703(4), appropriations for debt service shall be as follows:

1. FINANCE AND ADMINISTRATION CABINET

Budget Unit	2024-25	2025-26
a. Debt Service	23,466,900	16,783,700

(1) Debt Service: To the extent that revenues sufficient to support the required debt service appropriations are received from the Tobacco Settlement Program, those revenues shall be made available from those accounts to the appropriate account of the General Fund. All necessary debt service amounts shall be appropriated from the General Fund and shall be fully paid regardless of whether there is a sufficient amount available to be transferred from tobacco-supported funding program accounts to other accounts of the General Fund.

(2) General Fund (Tobacco) Debt Service Lapse: Notwithstanding Part X, (4) of this Act, \$1,318,000 in fiscal year 2024-2025 and \$1,124,700 in fiscal year 2025-2026 shall lapse to the General Fund.

(3) Appropriation of Unexpended Tobacco Debt Service: Any unexpended balance from the fiscal year 2024-2025 or fiscal year 2025-2026 General Fund (Tobacco) debt service appropriation in the Finance and Administration Cabinet, Debt Service budget unit, shall continue and be appropriated to the Department of Agriculture, Kentucky Office of Agricultural 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. DEPARTMENT OF AGRICULTURE

1	Budget Unit	2024-25	2025-26
2	a. Agriculture	38,967,100	39,961,000
3	(1) Tobacco Settlement Funds - Allocations: Notwithstanding KRS 248.711(2),		
4	and from the allocation provided therein, counties that are allocated in excess of \$20,000		
5	annually may provide up to four percent of the individual county allocation, not to exceed		
6	\$15,000 annually, to the county council in that county for administrative costs.		
7	(2) Counties Account: Notwithstanding KRS 248.703(1), included in the above		
8	General Fund (Tobacco) appropriation is \$12,938,200 in fiscal year 2024-2025 and		
9	\$13,285,300 in fiscal year 2025-2026 for the counties account as specified in KRS		
10	248.703(1)(a). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.		
11	(3) State Account: Notwithstanding KRS 248.703(1), included in the above		
12	General Fund (Tobacco) appropriation is \$24,028,900 in fiscal year 2024-2025 and		
13	\$24,675,700 in fiscal year 2025-2026 for the state account as specified in KRS		
14	248.703(1)(b). Mandated reports shall be submitted pursuant to Part III, 24. of this Act.		
15	(4) Farms to Food Banks Program: Included in the above General Fund		
16	(Tobacco) appropriation is \$850,000 in fiscal year 2024-2025 and \$1,000,000 in fiscal		
17	year 2025-2026 to support the Farms to Food Banks Program. The use of the moneys		
18	provided by this appropriation shall be restricted to purchases of Kentucky-grown		
19	produce from Kentucky farmers who participate in the Farms to Food Banks Program.		
20	Mandated reports shall be submitted pursuant to Part III, 24. of this Act.		
21	(5) Kentucky Rural Mental Health and Suicide Prevention Program:		
22	Included in the above General Fund (Tobacco) appropriation is \$1,000,000 in each fiscal		
23	year to support the Kentucky Rural Mental Health, Suicide Prevention, and Farm Safety		
24	Program known as the Raising Hope Initiative. The Department of Agriculture shall		
25	enhance awareness of the National Suicide Prevention Lifeline (988) in rural		
26	communities in Kentucky, improve access to information on rural mental health issues		
27	and available treatment services, provide outreach, and provide other necessary services		

to improve the mental health outcomes of rural communities in Kentucky. The Department of Agriculture may apply for Federal Funds. The Department of Agriculture may utilize up to \$100,000 in each fiscal year for program administration purposes. The Department of Agriculture shall coordinate with the Raising Hope Initiative to take custody of and maintain any intellectual property assets that were created or developed by any state agency in connection with the Raising Hope Initiative. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(6) Comprehensive Agriculture Plan: Included in the above General Fund (Tobacco) appropriation is \$150,000 in fiscal year 2024-2025 for the Department of Agriculture to complete a comprehensive plan to review the short and long-term goals, strategies, and investments in Kentucky agriculture. At a minimum, the plan shall include recommendations to increase net farm income, to diversify Kentucky agriculture products beyond tobacco, and to address the current and future needs of Kentucky's agriculture industry. The plan shall be submitted to the Interim Joint Committee on Appropriations and Revenue on or before October 1, 2025.

2. ENERGY AND ENVIRONMENT CABINET

Budget Unit	2024-25	2025-26
a. Natural Resources	3,000,000	3,000,000

(1) Environmental Stewardship Program: Included in the above General Fund (Tobacco) appropriation is \$2,000,000 in each fiscal year for the Environmental Stewardship Program. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

(2) Conservation District Local Aid: Included in the above General Fund (Tobacco) appropriation is \$1,000,000 in each fiscal year for the Division of Conservation to provide direct aid to local conservation districts. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

TOTAL - AGRICULTURAL	41,967,100	42,961,000
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1 APPROPRIATIONS

2 D. EARLY CHILDHOOD DEVELOPMENT

3 GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS

4 Notwithstanding KRS 248.654, appropriations for Early Childhood Development
5 shall be as follows:

6 1. EDUCATION AND LABOR CABINET

7 Budget Unit	2024-25	2025-26
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8 a. General Administration and Program Support	1,200,000	1,200,000
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9 (1) **Early Childhood Development:** Included in the above General Fund
10 (Tobacco) appropriation is \$1,200,000 in each fiscal year for the Early Childhood
11 Advisory Council. Mandated reports shall be submitted pursuant to Part III, 24. of this
12 Act.

13 2. CABINET FOR HEALTH AND FAMILY SERVICES

14 Budget Units	2024-25	2025-26
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15 a. Community Based Services	11,800,000	11,500,000
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16 (1) **Early Childhood Development Program:** Included in the above General
17 Fund (Tobacco) appropriation is \$9,800,000 fiscal year 2024-2025 and \$9,500,000 in
18 fiscal year 2025-2026 for the Early Childhood Development Program. Mandated reports
19 shall be submitted pursuant to Part III, 24. of this Act.

20 (2) **Early Childhood Adoption and Foster Care Supports:** Included in the
21 above General Fund (Tobacco) appropriation is \$2,000,000 in each fiscal year for the
22 Early Childhood Adoption and Foster Care Supports Program. Mandated reports shall be
23 submitted pursuant to Part III, 24. of this Act.

24	2024-25	2025-26
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25 b. Public Health	8,234,000	8,580,000
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26 (1) **HANDS Program, Healthy Start, Early Childhood Mental Health, and**
27 **Early Childhood Oral Health:** Included in the above General Fund (Tobacco)

1 appropriation is \$5,634,000 in fiscal year 2024-2025 and \$5,980,000 in fiscal year 2025-
 2 2026 for the Health Access Nurturing Development Services (HANDS) Program,
 3 \$700,000 in each fiscal year for Healthy Start initiatives, \$700,000 in each fiscal year for
 4 Early Childhood Mental Health, \$700,000 in each fiscal year for Early Childhood Oral
 5 Health, and \$500,000 in each fiscal year for Lung Cancer Screening. Mandated reports
 6 shall be submitted pursuant to Part III, 24. of this Act.

7 **(2) Folic Acid Program:** General Fund (Tobacco) continuing appropriation
 8 reserves allotted to the Folic Acid Program shall be utilized by the Department for Public
 9 Health in each fiscal year to continue the Folic Acid Program.

10	c. Behavioral Health, Developmental and	2024-25	2025-26
11	Intellectual Disabilities Services	1,300,000	1,300,000

12 **(1) Substance Abuse Prevention and Treatment:** Included in the above
 13 General Fund (Tobacco) appropriation is \$1,300,000 in each fiscal year for substance
 14 abuse prevention and treatment for pregnant women with a history of substance abuse
 15 problems. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

16	TOTAL - EARLY CHILDHOOD	22,534,000	22,580,000
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17 APPROPRIATIONS

18 **E. HEALTH CARE IMPROVEMENT APPROPRIATIONS**

19 **GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS**

20 Notwithstanding KRS 164.476, 248.654 and 304.17B-003(5), appropriations for
 21 health care improvement shall be as follows:

22 **1. CABINET FOR HEALTH AND FAMILY SERVICES**

23	Budget Unit	2024-25	2025-26
24	a. Public Health	1,869,300	2,000,000

25 **(1) Smoking Cessation Program:** Included in the above General Fund
 26 (Tobacco) appropriation is \$1,869,300 in fiscal year 2024-2025 and \$2,000,000 in fiscal
 27 year 2025-2026 for Smoking Cessation. Mandated reports shall be submitted pursuant to

1 Part III, 24. of this Act.

2 **2. JUSTICE AND PUBLIC SAFETY CABINET**

3 Budget Unit	2024-25	2025-26
4 a. Justice Administration	3,037,500	3,250,000

5 **(1) Office of Drug Control Policy:** Included in the above General Fund
 6 (Tobacco) appropriation is \$2,804,000 in fiscal year 2024-2025 and \$3,000,000 in fiscal
 7 year 2025-2026 for the Office of Drug Control Policy. Mandated reports shall be
 8 submitted pursuant to Part III, 24. of this Act.

9 **(2) Restorative Justice:** Included in the above General Fund (Tobacco)
 10 appropriation is \$233,500 in fiscal year 2024-2025 and \$250,000 in fiscal year 2025-2026
 11 to support the Restorative Justice Program administered by the Volunteers of America.
 12 Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

13 **3. POSTSECONDARY EDUCATION**

14 Budget Unit	2024-25	2025-26
15 a. Council on Postsecondary Education	5,843,200	6,250,000

16 **(1) Cancer Research and Screening:** Included in the above General Fund
 17 (Tobacco) appropriation is \$5,843,200 in fiscal year 2024-2025 and \$6,250,000 in fiscal
 18 year 2025-2026 for cancer research and screening. The appropriation in each fiscal year
 19 shall be equally shared between the University of Kentucky and the University of
 20 Louisville. Mandated reports shall be submitted pursuant to Part III, 24. of this Act.

21 TOTAL - HEALTH CARE	10,750,000	11,500,000
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22 TOTAL - PHASE I TOBACCO SETTLEMENT

23 FUNDING PROGRAM	99,118,000	94,224,700
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24 **PART XI**

25 **STATE/EXECUTIVE BRANCH BUDGET SUMMARY**

26 **OPERATING BUDGET**

27	2023-24	2024-25	2025-26
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1	General Fund (Tobacco)	-0-	99,118,000	94,224,700
2	General Fund	2,032,516,900	14,821,070,700	15,246,424,000
3	Restricted Funds	28,077,300	13,941,020,700	14,427,253,100
4	Federal Funds	1,097,433,000	21,258,903,500	21,852,281,300
5	Road Fund	-0-	56,289,600	56,372,700
6	SUBTOTAL	3,158,027,200	50,176,402,500	51,676,555,800

CAPITAL PROJECTS BUDGET

8		2023-24	2024-25	2025-26
9	General Fund	2,100,000	2,250,000	500,000
10	Restricted Funds	275,000	14,791,103,000	55,744,000
11	Federal Funds	111,523,000	400,876,000	143,337,000
12	Bond Funds	-0-	2,337,514,000	995,318,000
13	Agency Bonds	-0-	1,465,455,000	84,069,000
14	Investment Income	-0-	49,580,000	49,719,000
15	Other Funds	-0-	6,180,505,000	64,000
16	SUBTOTAL	113,898,000	25,227,283,000	1,328,751,000

TOTAL - STATE/EXECUTIVE BUDGET

18		2023-24	2024-25	2025-26
19	General Fund (Tobacco)	-0-	99,118,000	94,224,700
20	General Fund	2,034,616,900	14,823,320,700	15,246,924,000
21	Restricted Funds	28,352,300	28,732,123,700	14,482,997,100
22	Federal Funds	1,208,956,000	21,659,779,500	21,995,618,300
23	Road Fund	-0-	56,289,600	56,372,700
24	Bond Funds	-0-	2,337,514,000	995,318,000
25	Agency Bonds	-0-	1,465,455,000	84,069,000
26	Investment Income	-0-	49,580,000	49,719,000
27	Other Funds	-0-	6,180,505,000	64,000

1	TOTAL FUNDS	3,271,925,200	75,403,685,500	53,005,306,800
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