

Tourism, Arts and Heritage

Tourism, Arts and Heritage

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	49,521,700	46,308,500	46,723,200	56,539,600	57,967,800
State Salary and Compensation Allocation	1,167,400	89,700	269,600		
Current Year Appropriation	9,000,000		18,716,900		
Total General Fund	59,689,100	46,398,200	65,709,700	56,539,600	57,967,800
Restricted Funds					
Balance Forward	66,176,171	75,629,716	90,546,900	91,220,800	83,571,500
Current Receipts	168,238,730	148,495,638	160,903,500	162,369,500	166,433,100
Non-Revenue Receipts	-13,874,986	22,282,489	-23,047,200	-10,748,800	-10,148,800
Fund Transfers	-798,900			-6,600,000	-3,000,000
Total Restricted Funds	219,741,014	246,407,843	228,403,200	236,241,500	236,855,800
Federal Funds					
Balance Forward	6,148,788	5,126,999	10,624,800	10,547,300	11,331,300
Current Receipts	18,327,428	19,032,887	20,699,400	20,790,400	19,674,600
Non-Revenue Receipts	-2,744,748	2,875,053			
Total Federal Funds	21,731,468	27,034,939	31,324,200	31,337,700	31,005,900
Road Fund					
Regular Appropriation	350,000	350,000	350,000	393,400	410,500
Total Road Fund	350,000	350,000	350,000	393,400	410,500
TOTAL SOURCE OF FUNDS	301,511,582	320,190,982	325,787,100	324,512,200	326,240,000
EXPENDITURES BY CLASS					
Personnel Cost	129,757,009	130,979,017	132,343,100	138,511,100	141,916,600
Operating Expenses	70,714,158	72,080,137	74,150,200	71,531,000	70,417,100
Grants Loans Benefits	11,315,159	10,689,230	12,817,900	16,452,300	11,148,900
Debt Service	5,272,113	4,222,760	1,662,100	657,000	3,696,000
Capital Outlay	1,989,635	1,023,591	3,045,700	2,458,000	1,986,300
Construction	14,839	24,521			
TOTAL EXPENDITURES	219,062,912	219,019,257	224,019,000	229,609,400	229,164,900
EXPENDITURES BY FUND SOURCE					
General Fund	57,997,146	46,398,193	65,709,700	56,539,600	57,967,800
Restricted Funds	144,111,298	155,860,877	137,182,400	152,670,000	152,466,600
Federal Funds	16,604,469	16,410,186	20,776,900	20,006,400	18,320,000
Road Fund	350,000	350,000	350,000	393,400	410,500
TOTAL EXPENDITURES	219,062,912	219,019,257	224,019,000	229,609,400	229,164,900
EXPENDITURES BY UNIT					
Secretary	12,407,007	13,845,678	12,924,900	15,454,100	12,684,800
Artisans Center	2,211,376	2,233,160	2,288,600	2,366,000	2,400,200
Travel	3,163,739	3,041,214	3,113,400	3,139,400	3,193,500
Parks	80,187,673	81,647,954	81,358,200	82,874,700	83,727,100
Horse Park Commission	12,024,542	12,447,688	12,702,200	12,990,600	13,103,400
State Fair Board	49,685,272	46,758,373	46,477,800	46,612,300	50,386,000
Fish and Wildlife Resources	46,200,097	45,864,678	52,127,200	52,619,200	50,171,900
Historical Society	6,629,868	6,873,085	6,757,100	6,779,700	6,828,900
Arts Council	3,749,461	3,849,468	3,714,500	3,928,700	3,707,600
Heritage Council	1,927,903	1,655,566	1,752,700	1,813,500	1,837,800
Kentucky Center for the Arts	875,975	802,393	802,400	1,031,200	1,123,700
TOTAL EXPENDITURES	219,062,912	219,019,257	224,019,000	229,609,400	229,164,900

The Tourism, Arts and Heritage Cabinet's mission (KRS 148.522) is to capitalize on the natural assets of the Commonwealth and draw from resources in business development, tourism, outdoor attractions, arts, and cultural heritage. Through unified efforts of its agencies, the Cabinet will continually strive to improve the quality of life of the people of Kentucky by creating new wealth and generating jobs.

The Tourism, Arts and Heritage Cabinet is comprised of the following agencies:

- Kentucky State Fair Board
- Kentucky Heritage Council
- Kentucky Arts Council
- Kentucky Historical Society
- Kentucky Center for the Arts
- Governor's School for the Arts
- Department of Fish and Wildlife Resources
- Kentucky Horse Park
- Kentucky Department of Parks
- Kentucky Artisan Center at Berea
- Department of Travel and Tourism
- Office of the Secretary
- Capital Plaza Operations
- Creative Services
- The Kentucky Humanities Council

**Tourism, Arts and Heritage
Secretary**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,734,100	2,528,100	2,582,400	2,544,100	2,598,300
State Salary and Compensation Allocation	144,800	4,800	9,700		
Total General Fund	2,878,900	2,532,900	2,592,100	2,544,100	2,598,300
Restricted Funds					
Balance Forward	6,188,467	6,752,848	6,483,600	7,803,500	1,048,900
Current Receipts	1,412,937	1,172,252	1,252,700	1,255,400	1,258,200
Non-Revenue Receipts	9,355,750	9,871,237	10,400,000	10,900,000	11,500,000
Fund Transfers	-386,800			-6,000,000	-3,000,000
Total Restricted Funds	16,570,355	17,796,337	18,136,300	13,958,900	10,807,100
TOTAL SOURCE OF FUNDS	19,449,255	20,329,237	20,728,400	16,503,000	13,405,400
EXPENDITURES BY CLASS					
Personnel Cost	5,061,015	4,089,552	3,889,800	4,020,700	4,081,200
Operating Expenses	1,496,593	4,254,569	3,509,100	3,077,500	3,077,600
Grants Loans Benefits	5,752,487	5,501,557	5,526,000	8,355,900	5,526,000
Capital Outlay	96,912				
TOTAL EXPENDITURES	12,407,007	13,845,678	12,924,900	15,454,100	12,684,800
EXPENDITURES BY FUND SOURCE					
General Fund	2,589,500	2,532,900	2,592,100	2,544,100	2,598,300
Restricted Funds	9,817,507	11,312,778	10,332,800	12,910,000	10,086,500
TOTAL EXPENDITURES	12,407,007	13,845,678	12,924,900	15,454,100	12,684,800
EXPENDITURES BY UNIT					
Executive Policy and Management	2,038,200	2,132,900	2,192,100	2,108,200	2,145,100
Capital Plaza Operations	1,017,219	749,395	787,800	815,400	824,500
Creative Services	877,623	772,455	790,000	615,000	629,600
Sports Authority	61,632	48,645	85,600	85,600	85,600
Tourism Meeting & Convention Marketing	8,156,800	10,015,300	9,000,000	11,829,900	9,000,000
Coal Severance Tourism	255,532	126,983	69,400		
TOTAL EXPENDITURES	12,407,007	13,845,678	12,924,900	15,454,100	12,684,800

The Office of the Secretary's appropriation unit comprises of:

Executive Policy and Management - The Executive Policy and Management unit directs planning and management of the agencies within the Cabinet. This program develops plans to assure orderly growth and improved management, recommends executive actions and legislative measures, and evaluates agency budget requests.

Creative Services - The Creative Services program performs a range of creative and productive services for agencies in state government, including audio and video production, graphic design, multimedia event services, and photography.

Frankfort Convention Center - The Frankfort Convention Center serves as both a small and large meeting facility, containing a 10,000 square foot arena with fixed seating space of 5,365. The small meeting facility space contains 1,575 square feet for governmental or business conference functions.

The Frankfort Convention Center also manages over 57,000 square feet of rental space for 10 state agencies and eight private businesses.

Sports Authority - The Kentucky Sports Authority, established pursuant to KRS 148.590, has a fourteen member board with the primary responsibility to recruit, promote, assist, place, and develop sporting events, facilities, and programs throughout the Commonwealth, with the final goal of developing the economy, commerce, job opportunities, and revenue streams.

Tourism, Meeting, and Convention Marketing Fund - This fund is established by KRS 142.406 with revenues from a one percent transient room tax dedicated for the sole purpose of marketing and promoting tourism in the Commonwealth, including expenditures to market and promote events and venues related to meetings, conventions, trade shows, cultural activities,

historical sites, recreation, entertainment, natural phenomena, areas of scenic beauty, craft marketing, and any other economic activity that brings tourists and visitors to the Commonwealth.

**Tourism, Arts and Heritage
Artisans Center**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	297,800	327,400	353,200	389,200	406,300
State Salary and Compensation Allocation	9,200	1,000	2,000		
Total General Fund	307,000	328,400	355,200	389,200	406,300
Restricted Funds					
Balance Forward	56,833	30,504	46,700	46,700	46,700
Current Receipts	1,650,997	1,571,363	1,583,400	1,583,400	1,583,400
Non-Revenue Receipts	451	-451			
Fund Transfers	-104,300				
Total Restricted Funds	1,603,980	1,601,417	1,630,100	1,630,100	1,630,100
Road Fund					
Regular Appropriation	350,000	350,000	350,000	393,400	410,500
Total Road Fund	350,000	350,000	350,000	393,400	410,500
TOTAL SOURCE OF FUNDS	2,260,980	2,279,817	2,335,300	2,412,700	2,446,900
EXPENDITURES BY CLASS					
Personnel Cost	1,142,485	1,165,705	1,207,000	1,293,800	1,328,000
Operating Expenses	1,068,891	1,067,455	1,081,600	1,072,200	1,072,200
TOTAL EXPENDITURES	2,211,376	2,233,160	2,288,600	2,366,000	2,400,200
EXPENDITURES BY FUND SOURCE					
General Fund	287,900	328,400	355,200	389,200	406,300
Restricted Funds	1,573,476	1,554,760	1,583,400	1,583,400	1,583,400
Road Fund	350,000	350,000	350,000	393,400	410,500
TOTAL EXPENDITURES	2,211,376	2,233,160	2,288,600	2,366,000	2,400,200
EXPENDITURES BY UNIT					
Berea Artisans Center	2,211,376	2,233,160	2,288,600	2,366,000	2,400,200
TOTAL EXPENDITURES	2,211,376	2,233,160	2,288,600	2,366,000	2,400,200

The Kentucky Artisan Center at Berea is established to promote Kentucky arts and craft products and serve as a unique gateway for travelers, offering quality Kentucky arts, crafts, music, and other artisan products, along with authentic heritage experiences. The Artisan Center purchases for resale over 4,000 different artisan products from over 650 vendors in 100 counties statewide. Hospitality, café food service, KY travel information assistance, and rest stop services are also provided by the Center for over 265,000 visitors annually. The Center currently serves as the only mid-state rest area on I-75.

The Appalachian/Kentucky Artisans Gateway Center Authority (KRS 148.560-569) has an appointed, thirteen member board to direct operations of the Center and is attached to the Tourism Arts and Heritage Cabinet for administrative purposes.

**Tourism, Arts and Heritage
Travel**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,259,700	2,997,800	3,056,800	3,094,400	3,152,400
State Salary and Compensation Allocation	168,500	5,800	11,600		
Total General Fund	3,428,200	3,003,600	3,068,400	3,094,400	3,152,400
Restricted Funds					
Balance Forward	191,094	124,277	100,300	68,900	37,500
Current Receipts	13,521	13,655	13,600	13,600	13,600
Fund Transfers	-3,500				
Total Restricted Funds	201,116	137,932	113,900	82,500	51,100
TOTAL SOURCE OF FUNDS	3,629,316	3,141,532	3,182,300	3,176,900	3,203,500
EXPENDITURES BY CLASS					
Personnel Cost	2,647,900	2,533,697	2,587,700	2,772,100	2,830,100
Operating Expenses	515,839	507,517	525,700	367,300	363,400
TOTAL EXPENDITURES	3,163,739	3,041,214	3,113,400	3,139,400	3,193,500
EXPENDITURES BY FUND SOURCE					
General Fund	3,086,900	3,003,600	3,068,400	3,094,400	3,152,400
Restricted Funds	76,839	37,614	45,000	45,000	41,100
TOTAL EXPENDITURES	3,163,739	3,041,214	3,113,400	3,139,400	3,193,500
EXPENDITURES BY UNIT					
Executive Policy and Management	921,800	1,037,200	1,069,500	1,069,000	1,082,800
Tourism Services	439,200	477,500	515,400	525,000	537,300
Marketing and Advertising	1,378,539	1,082,814	1,061,400	1,072,500	1,092,200
Communications and Promotions	424,200	443,700	467,100	472,900	481,200
TOTAL EXPENDITURES	3,163,739	3,041,214	3,113,400	3,139,400	3,193,500

The Department of Travel and Tourism was created to promote, develop, and provide support services for the tourism industry within the Commonwealth.

Executive Policy and Management - The Executive Policy and Management program establishes the policies and goals; coordinates the overall planning, management, and direction for the agency; and provides for the efficient administration of the Department and its programs.

Tourism Services - The Division of Tourism Services provides technical and design support to the overall marketing and promotions activities of the department. These activities provide graphic design support for development of both print and website promotions as well as technical support for website maintenance. Additionally, the division disseminates tourism information to tourists and potential visitors via a telephone system and fulfills visitor information through direct mail. Tourism Services provides assistance to travel planners calling the toll-free phone line requesting information as well as fulfilling requests for the Official Visitors Guide.

Marketing and Administration - The Division of Marketing and Administration is responsible for motivating travel to and within Kentucky. The Division maintains a database of all of the tourism related attractions, destinations and events throughout the state. These tourism assets are promoted through advertising via broadcast, print, and online media. Additionally, the Division participates in trade shows, events and conferences to showcase the state. The Division also collaborates with industry partners within the state and throughout the region to leverage marketing efforts.

The Tourism Marketing Incentive Program is a collaborative effort to utilize the one percent transient room tax funds, dedicated for the sole purpose of marketing and promoting tourism in the Commonwealth, efficiently and effectively.

The Division of Marketing and Administration staffs eight Welcome Centers throughout the state. The travel hosts at the Centers, located in Florence, Franklin, Grayson, Hopkinsville, Paducah, Simpsonville, Shepherdsville and Williamsburg offer helpful travel information and a positive image of Kentucky to tourists seeking assistance when they visit the state.

Communications and Promotions - The Division of Communications and Promotions works to complement the activities of the Department's advertising programs by engaging media and employing other strategies that publicize Kentucky's attractions and events as tourism destinations. These efforts primarily focus on generating earned broadcast and print media to support the

marketing efforts of the department. This Division serves as the liaison with media sources, maintaining constant contact through e-newsletters, and a web-based media resource site. Assistance is provided to individual media representatives and travel writers in a variety of ways including, but not limited to, creating story ideas, making travel arrangements, providing photographs, video and fact verification. Regular press releases are prepared for the Department of Travel and Tourism and the Department of Parks to keep the public abreast of attractions and events in Kentucky. The goal of the division is to provide comprehensive support for projects and promotions developed through the department on behalf of the tourism industry in Kentucky.

**Tourism, Arts and Heritage
Parks**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	30,133,100	28,079,400	28,314,000	33,572,800	34,429,000
State Salary and Compensation Allocation	511,200	64,700	129,400		
Current Year Appropriation			8,216,900		
Total General Fund	30,644,300	28,144,100	36,660,300	33,572,800	34,429,000
Restricted Funds					
Balance Forward	35,017	111,395	250,100	181,700	107,700
Current Receipts	51,593,790	48,961,093	49,227,900	49,227,900	49,227,900
Non-Revenue Receipts	-1,532,640	4,681,483	-4,598,400		
Total Restricted Funds	50,096,168	53,753,971	44,879,600	49,409,600	49,335,600
TOTAL SOURCE OF FUNDS	80,740,468	81,898,071	81,539,900	82,982,400	83,764,600
EXPENDITURES BY CLASS					
Personnel Cost	49,467,144	50,752,070	50,014,000	52,849,500	53,996,600
Operating Expenses	29,705,482	30,613,925	31,344,200	29,649,700	28,813,000
Grants Loans Benefits		467			
Debt Service	850,303	232,586		375,500	917,500
Capital Outlay	164,212	49,363			
Construction	533	-457			
TOTAL EXPENDITURES	80,187,673	81,647,954	81,358,200	82,874,700	83,727,100
EXPENDITURES BY FUND SOURCE					
General Fund	30,202,900	28,144,100	36,660,300	33,572,800	34,429,000
Restricted Funds	49,984,773	53,503,854	44,697,900	49,301,900	49,298,100
TOTAL EXPENDITURES	80,187,673	81,647,954	81,358,200	82,874,700	83,727,100
EXPENDITURES BY UNIT					
General Administration and Support	11,075,745	11,414,580	12,430,500	12,269,200	13,142,300
Resort Parks	51,870,441	52,997,268	51,715,100	52,717,800	52,452,000
Recreation Parks and Historic Sites	15,260,191	15,063,328	15,259,700	15,874,600	16,094,800
Cafeterias	1,901,076	2,025,778	1,952,900	2,013,100	2,038,000
TOTAL EXPENDITURES	80,107,453	81,500,954	81,358,200	82,874,700	83,727,100

The Department of Parks administers and operates the Kentucky State Park System under the authority of KRS Chapter 148. The Department strives to provide quality recreational facilities and to preserve and protect historically significant sites and natural phenomena in the Commonwealth of Kentucky.

The Vision for Kentucky State Parks is to provide quality recreation and hospitality experiences for people of all ages that enhance their appreciation for adventure, fun, education, and beauty through responsible stewardship of our Commonwealth's natural, historic and cultural resources, and with a professional staff committed to excellent service for our guests.

The Mission of Kentucky State Parks is to provide a sustainable system of parks that delivers quality programs, amenities, and services which create memorable experiences and a sense of place, contributes to the economic growth of the Commonwealth, and preserves the historic and natural integrity and traditions of our parks for existing and future generations.

The activities of the Department include the operation and maintenance of 17 resort parks, 22 recreational parks, 11 historic sites, three cafeterias in Frankfort, and other miscellaneous facilities, including one interstate park. The Park System provides overnight lodging to 425,000 guests, food service for 1,175,000 meals for dining patrons, camping for 470,000 guests, golf for 210,000 players, along with other park amenities and activities.

Policy

The Budget of the Commonwealth provides General Fund in the amount of \$8,216,900 in fiscal year 2013-2014, \$1,600,000 in fiscal year 2014- 2015 and \$600,000 in fiscal year 2015-2016 to cover the cumulative and ongoing revenue shortfall to enable the Department to continue operating without closing facilities.

**Tourism, Arts and Heritage
Parks**

General Administration and Support

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	10,732,300	10,835,200	11,026,400	12,037,300	12,914,200
Current Year Appropriation			1,172,200		
Other	669,300	412,700			
Total General Fund	11,401,600	11,247,900	12,198,600	12,037,300	12,914,200
Restricted Funds					
Balance Forward	31,803	65,421	146,200	96,200	46,200
Current Receipts	196,334	163,434	181,900	181,900	181,900
Non-Revenue Receipts	-47,170	84,066			
Total Restricted Funds	180,967	312,920	328,100	278,100	228,100
TOTAL SOURCE OF FUNDS	11,582,567	11,560,820	12,526,700	12,315,400	13,142,300
EXPENDITURES BY CLASS					
Personnel Cost	8,401,683	9,925,559	9,949,400	10,260,800	10,428,600
Operating Expenses	1,871,062	1,328,022	2,481,100	1,632,900	1,796,200
Debt Service	803,000	161,000		375,500	917,500
TOTAL EXPENDITURES	11,075,745	11,414,580	12,430,500	12,269,200	13,142,300
EXPENDITURES BY FUND SOURCE					
General Fund	10,960,200	11,247,900	12,198,600	12,037,300	12,914,200
Restricted Funds	115,545	166,680	231,900	231,900	228,100
TOTAL EXPENDITURES	11,075,745	11,414,580	12,430,500	12,269,200	13,142,300

The General Administration and Support program provides an organizational and administrative system to maintain and operate the 51 park system entities. Central administrative functions, such as accounting, purchasing, budgeting, and personnel, along with program operations support and central maintenance and minor construction support, are included in this program.

Policy

The Budget of the Commonwealth provides General Fund in the amount of \$375,500 in fiscal year 2014-2015 and \$917,500 in fiscal year 2015-2016 for debt service on new bonds included in the capital budget.

**Tourism, Arts and Heritage
Parks**

Resort Parks

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	10,223,800	9,543,800	9,779,200	13,357,600	13,091,800
State Salary and Compensation Allocation	511,200	64,700	129,400		
Current Year Appropriation			6,571,900		
Other	1,450,580				
Total General Fund	12,185,580	9,608,500	16,480,500	13,357,600	13,091,800
Restricted Funds					
Balance Forward		19,168			
Current Receipts	41,265,055	39,243,938	39,360,200	39,360,200	39,360,200
Non-Revenue Receipts	-1,561,026	4,125,662	-4,125,600		
Total Restricted Funds	39,704,029	43,388,768	35,234,600	39,360,200	39,360,200
TOTAL SOURCE OF FUNDS	51,889,609	52,997,268	51,715,100	52,717,800	52,452,000
EXPENDITURES BY CLASS					
Personnel Cost	30,395,346	30,092,091	29,431,000	31,280,000	32,014,200
Operating Expenses	21,362,595	22,812,766	22,284,100	21,437,800	20,437,800
Debt Service	24,171	43,394			
Capital Outlay	88,328	49,154			
Construction		-137			
TOTAL EXPENDITURES	51,870,441	52,997,268	51,715,100	52,717,800	52,452,000
EXPENDITURES BY FUND SOURCE					
General Fund	12,185,580	9,608,500	16,480,500	13,357,600	13,091,800
Restricted Funds	39,684,861	43,388,768	35,234,600	39,360,200	39,360,200
TOTAL EXPENDITURES	51,870,441	52,997,268	51,715,100	52,717,800	52,452,000

The Resort Parks program encourages tourism and economic development in Kentucky by providing excellent overnight accommodations, quality food service, and recreational activities for visitors at the 17 resort parks. The resort parks and their locations are:

Barren River Resort Park - Barren County
 Blue Licks Battlefield State Park - Robertson County
 Buckhorn Lake Resort Park - Perry County
 Carter Caves Resort Park - Carter County
 Cumberland Falls Resort Park - Whitley County
 Dale Hollow Resort Park - Cumberland and Clinton Counties
 General Butler Resort Park - Carroll County
 Greenbo Lake Resort Park - Greenup County
 Jenny Wiley Resort Park - Floyd County

Kenlake Resort Park - Marshall County
 Kentucky Dam Village Resort Park - Marshall County
 Lake Barkley Resort Park - Trigg County
 Lake Cumberland Resort Park - Russell County
 Natural Bridge Resort Park - Powell County
 Pennyriple Forest Resort Park - Christian County
 Pine Mountain Resort Park - Bell County
 Rough River Resort Park - Grayson County

**Tourism, Arts and Heritage
Parks**

Recreation Parks and Historic Sites

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	8,734,900	7,300,000	7,268,400	7,878,800	8,099,000
Current Year Appropriation			472,800		
Other	-1,989,900	-588,000			
Total General Fund	6,745,000	6,712,000	7,741,200	7,878,800	8,099,000
Restricted Funds					
Balance Forward	185	18,146		4,500	4,500
Current Receipts	8,462,145	7,860,372	7,995,800	7,995,800	7,995,800
Non-Revenue Receipts	71,007	472,810	-472,800		
Total Restricted Funds	8,533,337	8,351,328	7,523,000	8,000,300	8,000,300
TOTAL SOURCE OF FUNDS	15,278,337	15,063,328	15,264,200	15,879,100	16,099,300
EXPENDITURES BY CLASS					
Personnel Cost	9,718,493	9,593,045	9,655,500	10,270,400	10,490,600
Operating Expenses	5,442,151	5,441,735	5,604,200	5,604,200	5,604,200
Grants Loans Benefits		467			
Debt Service	23,132	28,192			
Capital Outlay	75,884	209			
Construction	533	-320			
TOTAL EXPENDITURES	15,260,191	15,063,328	15,259,700	15,874,600	16,094,800
EXPENDITURES BY FUND SOURCE					
General Fund	6,745,000	6,712,000	7,741,200	7,878,800	8,099,000
Restricted Funds	8,515,191	8,351,328	7,518,500	7,995,800	7,995,800
TOTAL EXPENDITURES	15,260,191	15,063,328	15,259,700	15,874,600	16,094,800

The Recreation Parks and Historic Sites program encourages tourism and economic development in Kentucky by providing modern recreational and camping facilities and preserving significant scenic and historic landmarks, as well as operating museums and shrines.

Recreation Park Facilities

Big Bone Lick State Park - Boone County
 Carr Creek State Park - Knott County
 Columbus-Belmont Battlefield State Park - Hickman County
 E. P. "Tom" Sawyer State Park - Jefferson County
 Fort Boonesborough State Park - Madison County
 General Burnside State Park - Pulaski County
 Grayson Lake State Park - Elliott and Carter Counties
 Green River Lake State Park - Taylor County
 John James Audubon State Park - Henderson County
 Kincaid Lake State Park - Pendleton County
 Kingdom Come State Park - Harlan County

Lake Malone State Park - Muhlenberg County
 Levi Jackson Wilderness Road State Park - Laurel County
 Lincoln Homestead State Park - Washington County
 Mineral Mound State Park - Lyon County
 My Old Kentucky Home State Park - Nelson County
 Nolin Lake State Park - Edmonson County
 Old Fort Harrod State Park - Mercer County
 Paintsville Lake State Park - Johnson County
 Pine Mountain Trail State Park - Harlan & Bell Counties
 Taylorsville Lake State Park - Spencer County
 Yatesville Lake State Park - Lawrence County

Historic Sites

Boone Station - Fayette County
 Constitution Square State Shrine - Boyle County
 Dr. Thomas Walker State Shrine - Knox County
 Isaac Shelby State Shrine - Lincoln County
 Jefferson Davis Monument State Shrine - Todd County

Old Mulkey Meeting House State Shrine - Monroe County
 Perryville Battlefield State Shrine - Boyle County
 Waveland State Shrine - Fayette County
 White Hall State Shrine - Madison County
 Wickliffe Mounds State Historic Site - Ballard County
 William Whitley House State Shrine - Lincoln County

Tourism, Arts and Heritage

Parks

Cafeterias

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	281,600	240,000	240,000	299,100	324,000
Other	-49,700	188,700			
Total General Fund	231,900	428,700	240,000	299,100	324,000
Restricted Funds					
Balance Forward	3,030	8,660	103,900	81,000	57,000
Current Receipts	1,670,256	1,693,350	1,690,000	1,690,000	1,690,000
Non-Revenue Receipts	4,549	-1,055			
Total Restricted Funds	1,677,835	1,700,954	1,793,900	1,771,000	1,747,000
TOTAL SOURCE OF FUNDS	1,909,735	2,129,654	2,033,900	2,070,100	2,071,000
EXPENDITURES BY CLASS					
Personnel Cost	871,402	994,376	978,100	1,038,300	1,063,200
Operating Expenses	1,029,674	1,031,402	974,800	974,800	974,800
TOTAL EXPENDITURES	1,901,076	2,025,778	1,952,900	2,013,100	2,038,000
EXPENDITURES BY FUND SOURCE					
General Fund	231,900	428,700	240,000	299,100	324,000
Restricted Funds	1,669,176	1,597,078	1,712,900	1,714,000	1,714,000
TOTAL EXPENDITURES	1,901,076	2,025,778	1,952,900	2,013,100	2,038,000

The Cafeteria program provides food service in the Capitol Annex, Transportation Building, and the Health and Family Services Building for members of the General Assembly, state employees, and visitors to the state offices in Frankfort. The cafeterias also provide catering service for special local events.

**Tourism, Arts and Heritage
Horse Park Commission**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,344,600	2,372,100	2,390,800	2,471,800	2,510,800
State Salary and Compensation Allocation	7,400	2,200	4,500		
Current Year Appropriation	3,500,000				
Total General Fund	5,852,000	2,374,300	2,395,300	2,471,800	2,510,800
Restricted Funds					
Balance Forward		838,509	908,800	854,500	1,143,400
Current Receipts	8,688,403	10,148,469	10,252,600	10,807,700	10,997,300
Non-Revenue Receipts	-1,677,352	-4,800			
Total Restricted Funds	7,011,051	10,982,178	11,161,400	11,662,200	12,140,700
TOTAL SOURCE OF FUNDS	12,863,051	13,356,478	13,556,700	14,134,000	14,651,500
EXPENDITURES BY CLASS					
Personnel Cost	6,216,495	6,838,726	6,993,300	7,269,100	7,379,200
Operating Expenses	5,730,670	5,525,558	5,556,400	5,569,000	5,571,700
Capital Outlay	77,378	83,404	152,500	152,500	152,500
TOTAL EXPENDITURES	12,024,542	12,447,688	12,702,200	12,990,600	13,103,400
EXPENDITURES BY FUND SOURCE					
General Fund	5,852,000	2,374,300	2,395,300	2,471,800	2,510,800
Restricted Funds	6,172,542	10,073,388	10,306,900	10,518,800	10,592,600
TOTAL EXPENDITURES	12,024,542	12,447,688	12,702,200	12,990,600	13,103,400
EXPENDITURES BY UNIT					
Kentucky Horse Park	12,024,542	12,447,688	12,702,200	12,990,600	13,103,400
TOTAL EXPENDITURES	12,024,542	12,447,688	12,702,200	12,990,600	13,103,400

The Kentucky Horse Park (KRS 148.260) is comprised of 1,224 acres on which are situated over 110 structures, 34 miles of fencing and 260 campsites. Horse Park programs consist primarily of four main functions:

Equine Theme Park-The central area of the park contains tourist activities that include the Visitor Information Center, International Museum of the Horse, gift shop, restaurant, Parade of Breeds and Hall of Champions shows, horseback riding, horse drawn tours, and other activities. The expansion of the new indoor arena and outdoor stadium was completed in 2009.

Events-The Horse Park is the host venue for both equine and non-equine special events. Horse shows are central to the mission of the park and comprise the majority of special event activities. Eighty Seven annual equine events utilize 21 pole barns (1,086 stalls), a 1,200 seat covered arena, show office complex, six hunter-jumper rings, five dressage rings, a 7,800-yard cross country course, steeplechase course, and other ancillary structures. The park also hosts non-equine events that include soccer, high school cross country, dog shows, "Old Kentucky Nights" evening programs, "Southern Lights" holiday lights show, and many other events.

Campground-The popular campground is made up of 260 campsites with water/electric hookups, grocery store, two bathhouses, pool, tennis courts, playground, primitive camping, and covered pavilion. Each year more than 102,000 people camp at the Horse Park, generating more than \$1.3 million in direct annual income.

National Horse Center-Another area of remarkable growth has been the National Horse Center (NHC), a collection of the nation's and the state's leading equestrian organizations. The NHC now includes 33 distinct organizations contained in 11 office buildings. The NHC has solidified the key role of the Horse Park in making Kentucky the "Horse Capital of the World."

**Tourism, Arts and Heritage
State Fair Board**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation		88,000		3,897,100	4,196,400
State Salary and Compensation Allocation			89,900		
Current Year Appropriation	5,500,000		10,500,000		
Total General Fund	5,500,000	88,000	10,589,900	3,897,100	4,196,400
Restricted Funds					
Balance Forward	829,493	792,590	111,200	201,300	
Current Receipts	48,517,264	42,774,359	43,178,000	42,513,900	46,365,600
Non-Revenue Receipts	-4,368,166	3,214,664	-7,200,000		
Total Restricted Funds	44,978,591	46,781,613	36,089,200	42,715,200	46,365,600
TOTAL SOURCE OF FUNDS	50,478,591	46,869,613	46,679,100	46,612,300	50,562,000
EXPENDITURES BY CLASS					
Personnel Cost	26,207,294	24,680,429	24,891,700	25,099,000	26,225,600
Operating Expenses	17,308,190	16,018,239	16,996,900	17,870,700	18,758,600
Grants Loans Benefits	1,549,365	1,504,306	2,080,000	2,507,500	2,086,300
Debt Service	4,421,810	3,990,175	1,662,100	189,000	2,459,500
Capital Outlay	184,307	543,474	847,100	946,100	856,000
Construction	14,306	21,750			
TOTAL EXPENDITURES	49,685,272	46,758,373	46,477,800	46,612,300	50,386,000
EXPENDITURES BY FUND SOURCE					
General Fund	5,499,270	88,000	10,589,900	3,897,100	4,196,400
Restricted Funds	44,186,001	46,670,373	35,887,900	42,715,200	46,189,600
TOTAL EXPENDITURES	49,685,272	46,758,373	46,477,800	46,612,300	50,386,000
EXPENDITURES BY UNIT					
Kentucky Fair and Exposition Center	37,966,168	36,981,803	40,118,400	41,807,800	43,070,800
Kentucky International Convention Center	5,433,918	5,148,195	4,697,300	4,615,500	4,855,700
Debt Service	4,421,810	3,990,175	1,662,100	189,000	2,459,500
TOTAL EXPENDITURES	47,821,896	46,120,173	46,477,800	46,612,300	50,386,000

The Kentucky State Fair Board authorized in KRS 247 is composed of 15 members: the Governor, the Commissioner of Agriculture, the Dean of the College of Agriculture at the University of Kentucky, and 12 members appointed by the Governor. The Board manages and administers the funds, buildings, grounds, and equipment of both the Kentucky Exposition Center and the Kentucky International Convention Center in Louisville. A president is appointed by the Board to manage these centers and Fair Board properties.

Kentucky Exposition Center - The Kentucky Exposition Center provides facilities and services for conventions, trade shows, agricultural activities, athletic events, concerts, and cultural and commercial productions year-round. At this site, the State Fair Board produces its three major expositions during the year: the Kentucky State Fair, the National Farm Machinery Show, and the North American International Livestock Exposition.

The Kentucky Exposition Center is a completely air-conditioned complex that includes 1.2 million square feet of exhibit and meeting space at ground level. It includes the 19,000-seat Freedom Hall Coliseum, identical East and West Exhibit Halls, East and West Exposition Wings, the South and North Wing Exposition facilities and Conference Centers, a smaller exposition pavilion, a 600-seat amphitheater, a 5,000-seat Livestock and Horse Show Arena, and a 37,000-seat stadium. Also serving the Kentucky Exposition Center are the adjacent Crowne Plaza, Hilton Gardens Inn, Cracker Barrel restaurant, Thornton's gas station and Executive Bowl, all of which are long-term lessees of the State Fair Board.

Kentucky International Convention Center - The Kentucky International Convention Center provides facilities and services for intermediate-sized conventions, trade shows, association events, concerts, and cultural and commercial productions year-round. This facility is an integral and interdependent part of the overall redevelopment of downtown Louisville by both government and private enterprises.

The Center includes approximately 200,000 square feet of exhibit space, a 30,000 square foot ballroom, and nearly 70,000

square feet of meeting space along both sides of Third Street. The exhibit and meeting areas are linked by public concourses spanning Third Street.

The Center is served by the Hyatt and Cowger Parking Garages, which provide 1,300 enclosed parking spaces. The Cowger Garage also includes commercial space which is leased on a long-term basis.

Policy

The Budget of the Commonwealth includes General Fund resources in the amount of \$10,500,000 in fiscal year 2014 and \$2,200,000 in fiscal year 2015 to cover the cumulative and ongoing revenue shortfall due to the loss of University of Louisville Basketball, loss of the Executive East, loss of the Six Flags Kentucky Kingdom lease and a decline in State Fair revenue.

The Budget of the Commonwealth reallocates debt service in the amount of \$2,955,900 in fiscal year 2015 and \$4,420,600 in fiscal year 2016 from the State Fair Board to the Finance and Administration Cabinet.

The Budget of the Commonwealth provides General Fund of \$189,000 in fiscal year 2015 and \$2,459,500 in fiscal year 2016 for debt service on new bonds included in the capital budget.

**Tourism, Arts and Heritage
Fish and Wildlife Resources**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
Restricted Funds					
Balance Forward	58,043,937	66,215,955	81,474,600	80,874,600	80,580,400
Current Receipts	55,609,157	42,687,435	54,518,800	56,078,800	56,078,800
Non-Revenue Receipts	-15,653,029	4,520,357	-21,648,800	-21,648,800	-21,648,800
Fund Transfers	-258,500				
Total Restricted Funds	97,741,565	113,423,746	114,344,600	115,304,600	115,010,400
Federal Funds					
Balance Forward	5,806,632	4,799,318	10,547,300	10,547,300	11,270,000
Current Receipts	16,591,968	17,324,074	18,657,200	18,617,700	17,630,400
Non-Revenue Receipts	-2,924,795	2,339,498			
Total Federal Funds	19,473,805	24,462,890	29,204,500	29,165,000	28,900,400
TOTAL SOURCE OF FUNDS	117,215,370	137,886,636	143,549,100	144,469,600	143,910,800
EXPENDITURES BY CLASS					
Personnel Cost	32,713,366	34,120,354	35,743,600	38,060,700	38,907,000
Operating Expenses	10,752,949	10,439,737	11,534,100	10,395,700	9,286,000
Grants Loans Benefits	1,266,956	954,007	2,803,400	2,803,400	1,001,100
Capital Outlay	1,466,827	347,351	2,046,100	1,359,400	977,800
Construction		3,228			
TOTAL EXPENDITURES	46,200,097	45,864,678	52,127,200	52,619,200	50,171,900
EXPENDITURES BY FUND SOURCE					
Restricted Funds	31,525,610	31,949,069	33,470,000	34,724,200	33,800,600
Federal Funds	14,674,487	13,915,609	18,657,200	17,895,000	16,371,300
TOTAL EXPENDITURES	46,200,097	45,864,678	52,127,200	52,619,200	50,171,900
EXPENDITURES BY UNIT					
Administration and Support	6,287,696	5,881,267	5,675,000	6,223,700	6,417,600
Wildlife Management	14,421,985	13,875,339	15,132,600	15,144,500	14,306,600
Fisheries Management	8,111,610	7,966,734	10,823,400	10,796,900	9,551,400
Information and Education	5,791,851	6,003,376	6,809,900	6,980,400	6,791,500
Law Enforcement	11,586,954	12,137,962	13,686,300	13,473,700	13,104,800
TOTAL EXPENDITURES	46,200,097	45,864,678	52,127,200	52,619,200	50,171,900

The Department of Fish and Wildlife Resources, established by KRS Chapter 150, is responsible for the conservation and management of fish and wildlife resources in Kentucky. A Departmental Commissioner is appointed by the Fish and Wildlife Commission. The Commission, which is responsible for Department policy, is a nine member bipartisan body appointed by the Governor from a list of candidates provided by sportsmen and women in each of nine districts.

Financial support of the Department is derived from the sale of hunting and fishing licenses, federal grants, interest income, fines and penalties assessed by the courts for violation of game and fish laws, and numerous other miscellaneous receipts.

The Department owns approximately 130,000 acres of land in Kentucky which are used to further its program activities. The acreage includes the State Game Farm, approximately 80 major wildlife management areas, two warm water hatcheries, and three summer camps. An additional 700,000 plus acres of land and water are under lease or license by the Department for wildlife management activities. The Daniel Boone National Forest provides an additional 600,000 acres of land for public use.

The Department consists of five program areas: Administration and Support, Wildlife Management, Fisheries Management, Information and Education, and Law Enforcement.

Wildlife Management - The Wildlife Management program manages, develops, and maintains statewide game and non-game populations consistent with habitat availability on state owned lands, licensed wildlife management areas, and privately owned lands. Additionally, Wildlife Management conducts statewide surveys to determine the relative abundance of game and non-game wildlife, formulates hunting regulations based upon biological data and recreational demands, restores viable native wildlife species by restocking in suitable habitat, and evaluates the impact of land, water resource, and other construction projects on wildlife resources. Technical guidance is provided to private landowners for improvement of wildlife habitat. A fish and wildlife electronic information system is being maintained for use by state agencies that includes geographic information such as land types, vegetation conditions, and wildlife populations.

Fisheries Management - The Fisheries Management program manages Kentucky fishery resources to provide optimum fishing opportunities for anglers through research, surveys, fish stocking, regulation, and technical biological guidance. Fishery biologists manage and develop fish populations and their associated habitats in major impoundments, streams, rivers, and 100,000 acres of small lakes and ponds. In addition, technical guidance is provided to private pond owners. Research biologists provide support to management through evaluation of stocking and regulatory practices. The Environmental Section of the Fisheries Division manages the Kentucky Wetland Stream Mitigation Fund (referred to as the fees in-lieu of program) authorized by KRS 150.255 and by agreement with the U.S. Army Corps of Engineers. Corps 404 permits require mitigation when projects fill stream or wetland habitat. Funds are derived when 404 permit applicants can elect to pay a fee to satisfy mitigation requirements. These fees are used for identifying and restoring degraded streams with eroding banks and impacted habitat to stable conditions or restoring wetlands that have been drained.

Information and Education - The Information and Education program is responsible for educating and informing the public about our wildlife resources and the importance of conservation, and the recreational opportunities the fish and wildlife resources provide. The information and education program is essential to provide the general and sporting public timely and accurate information directly and through the media. Additionally, the dissemination of regulatory information is necessary for the sporting public to comply with applicable laws and regulations. The program also provides classroom instruction on wildlife conservation, hunter education, aquatic education; operates the Salato Wildlife Education Center; and administers three summer camps for children.

Law Enforcement - The Law Enforcement program enforces fish, wildlife, and boating laws. Officers assist other federal, state, and local agencies in enforcement of all criminal laws in the Commonwealth. Officers also provide assistance to the public during times of natural disasters such as floods, forest fires, and severe winter weather.

Administration and Support - Three separate divisions are included in the Administration and Support program area. The Division of Administrative Services manages the day-to-day operations of the Department including maintaining accounting records, ensuring proper purchasing and inventory procedures, and administering hunting and fishing license sales and revenue collections. The Public Affairs Division facilitates public involvement in departmental policy and regulations. The Engineering Division provides the labor and technical engineering services required for small construction projects, such as building small bridges, buildings, boat ramps, and roads. In addition, Engineering is responsible for surveying all property owned or being purchased by the Department.

Policy

The Budget of the Commonwealth includes Restricted Funds in fiscal year 2014-2015 and 2015-2016 for a \$3,100 training incentive stipend for Conservation Officers. These funds are provided from the Fish and Game Fund.

**Tourism, Arts and Heritage
Historical Society**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	6,038,600	5,624,100	5,696,700	5,784,800	6,007,400
State Salary and Compensation Allocation	232,600	7,300	14,700		
Total General Fund	6,271,200	5,631,400	5,711,400	5,784,800	6,007,400
Restricted Funds					
Balance Forward	135,427	143,053	430,100	418,000	418,200
Current Receipts	429,085	774,699	445,700	458,000	477,500
Fund Transfers	-34,600				
Total Restricted Funds	529,912	917,752	875,800	876,000	895,700
Federal Funds					
Current Receipts	148,886	218,493	587,900	537,100	363,700
Non-Revenue Receipts	180,322	535,555			
Total Federal Funds	329,208	754,049	587,900	537,100	363,700
TOTAL SOURCE OF FUNDS	7,130,320	7,303,200	7,175,100	7,197,900	7,266,800
EXPENDITURES BY CLASS					
Personnel Cost	3,679,056	4,039,476	4,128,500	4,083,100	4,052,500
Operating Expenses	2,911,419	2,722,609	2,558,600	2,576,600	2,522,400
Grants Loans Benefits	39,393	111,000	70,000	120,000	120,000
Debt Service					134,000
TOTAL EXPENDITURES	6,629,868	6,873,085	6,757,100	6,779,700	6,828,900
EXPENDITURES BY FUND SOURCE					
General Fund	5,913,800	5,631,400	5,711,400	5,784,800	6,007,400
Restricted Funds	386,860	487,636	457,800	457,800	457,800
Federal Funds	329,208	754,049	587,900	537,100	363,700
TOTAL EXPENDITURES	6,629,868	6,873,085	6,757,100	6,779,700	6,828,900
EXPENDITURES BY UNIT					
Oral History and Educational Outreach	211,854	184,631	148,800	198,800	198,800
Research and Publications	153,717	98,000	95,000	95,000	95,000
Museums	67,399	23,000	21,000	21,000	21,000
Administration	6,196,897	6,567,454	6,492,300	6,464,900	6,514,100
TOTAL EXPENDITURES	6,629,868	6,873,085	6,757,100	6,779,700	6,828,900

The Kentucky Historical Society (KHS) engages people in the exploration of the Commonwealth's diverse heritage. Through comprehensive and innovative services, interpretive programs, and stewardship, it provides connections to the past, perspective on the present, and inspiration for the future.

The Kentucky Historical Society's statutory mandate, pursuant to KRS 171.311, is to collect and preserve for future generations materials and information regarding Kentucky's past; to disseminate knowledge and understanding of the state's history; and to produce for people of all backgrounds an increased awareness of, and appreciation for, the Commonwealth and its heritage. The agency operates four divisions: Administration, Research and Publications, Museums, and Oral History and Educational Outreach.

The Administration Division provides overall agency direction, planning, and management. It is comprised of the following functional teams: development, director's office, finance and human resources, and communications (which includes visitor services.)

The Research and Publications Division includes the following functional teams: research and interpretation, museum collections and exhibitions, and the design studio. The research and interpretation team publishes the Society's two journals—*The Register of the Kentucky Historical Society* and *Kentucky Ancestors*—and assists with the publication of the quarterly newsletter, *The Chronicle*. The team also administers the historical marker program and the research fellows program. The museum collections and exhibitions team is responsible for the operation of the Historical Society's three museum facilities—the galleries located in the Thomas D. Clark Center for Kentucky History, the Kentucky Military History Museum, and the Old State Capitol. Since 1999, these facilities have hosted more than 1,000,000 visitors. The team is also responsible for the 200,000+

artifact collection. The design studio is responsible for museum exhibition design and production, along with the design and production of other KHS interpretive and promotional tools.

The Museum Division is responsible for special collections and reference services. The Museum division operates the Martin F. Schmidt Research Library housed in the History Center, which effectively serves genealogists and other researchers. It also cares for an array of manuscripts, maps, 200,000-plus photographs, 8,000 oral history recordings, and rare books.

The Oral History and Educational Outreach Division includes the following units: interpretive education, teacher/student outreach, and community services. Community Services consists of the local history program and the Cemetery Preservation program. Interpretive Education includes school tours, museum theatre, and other educational activities for adults and children. Since 1999, the KHS "history campus" has hosted more than 1,000,000 visitors. The primary outreach programs for students include the Kentucky Junior Historical Society and National History Day. Much of the KHS professional development for teachers is presented through Teaching American History grants awarded by the U.S. Department of Education.

Policy

The Budget of the Commonwealth provides General Fund of \$134,000 in fiscal year 2016 for debt service on new bonds included in the capital budget.

The Budget of the Commonwealth provides General Fund in the amount of \$50,000 in fiscal year 2015 and fiscal year 2016 for Oral History grants.

**Tourism, Arts and Heritage
Arts Council**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,045,100	2,771,900	2,797,700	3,017,300	2,796,200
State Salary and Compensation Allocation	58,200	2,700	5,400		
Total General Fund	3,103,300	2,774,600	2,803,100	3,017,300	2,796,200
Restricted Funds					
Balance Forward	289,887	452,400	626,300	654,500	82,700
Current Receipts	168,774	183,647	179,800	179,800	179,800
Fund Transfers	-5,300			-600,000	
Total Restricted Funds	453,361	636,047	806,100	234,300	262,500
Federal Funds					
Balance Forward	342,156	327,681	6,600		
Current Receipts	791,500	744,000	753,200	759,800	759,800
Non-Revenue Receipts	-275				
Total Federal Funds	1,133,381	1,071,681	759,800	759,800	759,800
TOTAL SOURCE OF FUNDS	4,690,042	4,482,328	4,369,000	4,011,400	3,818,500
EXPENDITURES BY CLASS					
Personnel Cost	1,194,774	1,272,413	1,291,400	1,392,700	1,421,700
Operating Expenses	542,192	502,808	593,600	568,100	568,000
Grants Loans Benefits	2,012,495	2,074,247	1,829,500	1,967,900	1,717,900
TOTAL EXPENDITURES	3,749,461	3,849,468	3,714,500	3,928,700	3,707,600
EXPENDITURES BY FUND SOURCE					
General Fund	2,942,800	2,774,600	2,803,100	3,017,300	2,796,200
Restricted Funds	961	9,789	151,600	151,600	151,600
Federal Funds	805,700	1,065,079	759,800	759,800	759,800
TOTAL EXPENDITURES	3,749,461	3,849,468	3,714,500	3,928,700	3,707,600
EXPENDITURES BY UNIT					
Arts Council	1,459,309	1,482,989	1,512,400	1,621,800	1,650,700
Support Grants	2,085,400	2,179,079	1,934,100	2,072,500	1,822,500
Arts Marketing	196,752	187,400	268,000	234,400	234,400
TOTAL EXPENDITURES	3,741,461	3,849,468	3,714,500	3,928,700	3,707,600

The Kentucky Arts Council's legislated purpose is to develop and promote a broadly conceived state policy of support for the arts in Kentucky, pursuant to KRS 153.210 to 153.235. As the official state arts agency, the Kentucky Arts Council (KAC) is the sole Kentucky state agency designated to receive partnership funding from the National Endowment for the Arts for any programs related to the arts. All of the KAC's programs, services, initiatives, events and activities support its mission to "create opportunities for the people of Kentucky to value, participate in, and benefit from the arts".

The Kentucky Arts Council manages a multitude of programs, activities and services for the Commonwealth by working in partnership with arts organizations, educational facilities, communities, local government, and individual artists. The work of the KAC encourages the growth and stability of the arts across the state, the promotion of cultural tourism and economic development, the enhancement of quality of life in Kentucky, and the provision of strong arts education programs.

Major program areas include community arts development, arts infrastructure capacity building, individual artists, folk arts, arts education, and arts marketing. The KAC offers an extensive array of technical assistance and training programs, public events, information services and resources, business development services, sales and performance venues, and grant programs to help ensure that the arts community in Kentucky is strong and viable. The grant funds invested by the KAC across the Commonwealth serves as an important catalyst in community building, and leverages significant funding from other sources.

Policy

The Budget of the Commonwealth provides General Fund in the amount of \$250,000 in fiscal year 2015 for the Marshall County Arts Commission Children's Theatre.

**Tourism, Arts and Heritage
Heritage Council**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	761,000	717,300	729,200	736,900	747,300
State Salary and Compensation Allocation	35,500	1,200	2,400		
Total General Fund	796,500	718,500	731,600	736,900	747,300
Restricted Funds					
Balance Forward	406,014	168,186	115,200	117,100	106,000
Current Receipts	154,801	208,666	251,000	251,000	251,000
Fund Transfers	-5,900				
Total Restricted Funds	554,915	376,853	366,200	368,100	357,000
Federal Funds					
Balance Forward			70,900		61,300
Current Receipts	795,074	746,320	701,100	875,800	920,700
Total Federal Funds	795,074	746,320	772,000	875,800	982,000
TOTAL SOURCE OF FUNDS	2,146,489	1,841,672	1,869,800	1,980,800	2,086,300
EXPENDITURES BY CLASS					
Personnel Cost	1,377,700	1,347,881	1,457,300	1,570,100	1,594,400
Operating Expenses	319,540	191,641	214,000	163,400	163,400
Grants Loans Benefits	230,662	116,045	81,400	80,000	80,000
TOTAL EXPENDITURES	1,927,903	1,655,566	1,752,700	1,813,500	1,837,800
EXPENDITURES BY FUND SOURCE					
General Fund	746,100	718,500	731,600	736,900	747,300
Restricted Funds	386,729	261,616	249,100	262,100	265,300
Federal Funds	795,074	675,450	772,000	814,500	825,200
TOTAL EXPENDITURES	1,927,903	1,655,566	1,752,700	1,813,500	1,837,800
EXPENDITURES BY UNIT					
Kentucky Heritage Council	1,927,903	1,655,566	1,752,700	1,813,500	1,837,800
TOTAL EXPENDITURES	1,927,903	1,655,566	1,752,700	1,813,500	1,837,800

The Kentucky Heritage Council (the State Historic Preservation Office) administers a comprehensive state historic preservation program with structure in three areas; The Site Protection Program, The Site Identification and Evaluation Program and The Site Development Program.

The Council administers national historic preservation activities in Kentucky, monitors projects and distributes grants involving federal funds, offers programs and services involving all aspects of historic preservation, and provides technical assistance to local governments, the public, and other agencies.

Major program activities include surveying historic sites, nominating sites to the National Register of Historic Places, administering the Kentucky Main Street program in partnership with Renaissance on Main, overseeing federal and state historic preservation tax credit programs and restoration grants programs, conducting archaeological investigations, and reviewing all federally funded, licensed, and permitted projects.

Attached to the Heritage Council for administration and programmatic services are the African American Heritage Commission, Native American Heritage Commission, Military Heritage Commission, and the Kentucky Historic Preservation Review Board. The Kentucky Heritage Council is administered in accordance with KRS 171.3801.

**Tourism, Arts and Heritage
Kentucky Center for the Arts**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	907,700	802,400	802,400	1,031,200	1,123,700
Total General Fund	907,700	802,400	802,400	1,031,200	1,123,700
TOTAL SOURCE OF FUNDS	907,700	802,400	802,400	1,031,200	1,123,700
EXPENDITURES BY CLASS					
Personnel Cost	49,782	138,713	138,800	100,300	100,300
Operating Expenses	362,393	236,080	236,000	220,800	220,800
Grants Loans Benefits	463,800	427,600	427,600	617,600	617,600
Debt Service				92,500	185,000
TOTAL EXPENDITURES	875,975	802,393	802,400	1,031,200	1,123,700
EXPENDITURES BY FUND SOURCE					
General Fund	875,975	802,393	802,400	1,031,200	1,123,700
TOTAL EXPENDITURES	875,975	802,393	802,400	1,031,200	1,123,700
EXPENDITURES BY UNIT					
Kentucky Center for the Arts	412,175	374,793	374,800	413,600	506,100
Governor's School for the Arts	463,800	427,600	427,600	617,600	617,600
TOTAL EXPENDITURES	875,975	802,393	802,400	1,031,200	1,123,700

Kentucky Center for the Arts ("The Kentucky Center") is the Commonwealth's premier performing arts center. The Kentucky Center serves over 400,000 people each year. It is the performance home of the state's largest orchestra, opera, ballet, Broadway and children's theatre productions. In addition, The Kentucky Center presents a variety of national and international artists.

The Kentucky Center houses three theaters: the 2,406-seat Robert S. Whitney Hall, the 619-seat Moritz von Bomhard Theater, and the 139-seat Boyd Martin Experimental Theater. The facility features a multi-tiered lobby, rehearsal halls, and spaces for social and business events.

The Kentucky Center provides a wide range of nationally recognized educational programs, including professional development for teachers, partnerships with schools and community centers, and opportunities for artists to work in classrooms. The Center is also a leader in providing award-winning access services that make the theater experience possible for patrons with disabilities. The Kentucky Center, in partnership with the Kentucky Arts Council, provides access and technical consulting services for arts and cultural organizations across Kentucky. The Kentucky Center's management also provides theatrical consulting services throughout the state.

The Governor's School for the Arts (GSA) is a model program, recognized nationally by the President's Committee on the Arts and Humanities and the National Endowment of the Arts. GSA was established in 1987 to address the needs of an underserved Kentucky population: Kentucky's artistically gifted and talented young people. Whereas opportunities for advanced academic work has been widely available to Kentucky's academically gifted students, opportunities to pursue advanced work in the arts have been considerably more limited, particularly for geographically and/or economically marginalized students. GSA not only plays a vital role in preparing students for their pursuit of careers in the arts, but also prepares them for all facets of professional life requiring leadership, critical thinking, exceptional communication skills and understanding of the multi-cultural world. GSA is a model program, recognized nationally by the President's Committee on the Arts & Humanities and the National Endowment for the Arts. The school currently serves 200 students.

Policy

The Budget of the Commonwealth includes General Fund support in the amount of \$190,000 in fiscal year 2015 and fiscal year 2016 for an additional 50 students to attend the Governor's School for the Arts.

The Budget of the Commonwealth includes General Fund support in the amount of \$92,500 in fiscal year 2015 and \$185,000 in fiscal year 2016 for debt service on new bonds included in the capital budget.

Transportation

Transportation

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	5,092,800	5,678,200	5,678,200	6,228,200	6,228,200
Continuing Approp.-General Fund	305,577	139,616	299,400		
Total General Fund	5,398,377	5,817,816	5,977,600	6,228,200	6,228,200
Restricted Funds					
Balance Forward	326,516,773	393,166,692	165,118,300	26,385,300	20,329,600
Current Receipts	116,478,960	97,117,585	130,730,800	127,337,400	124,006,400
Non-Revenue Receipts	256,068,527	92,912,641	1,250,896,000	246,597,300	99,945,000
Fund Transfers	-10,388,937	-16,468,000	-9,137,300	-8,810,500	-8,564,800
Total Restricted Funds	688,675,324	566,728,919	1,537,607,800	391,509,500	235,716,200
Federal Funds					
Balance Forward	553,349		33,000		
Current Receipts	709,619,087	709,627,982	617,385,300	726,762,100	729,132,800
Non-Revenue Receipts	14,755,093	-3,932,379	2,500		
ARRA Receipts	68,072,747	13,134,327			
Total Federal Funds	793,000,277	718,829,931	617,420,800	726,762,100	729,132,800
Road Fund					
Regular Appropriation	1,264,604,500	1,449,128,700	1,461,496,100	1,478,312,300	1,443,678,300
Surplus Expenditure Plan	67,517,612	50,311,839	17,718,000		
Continuing Approp.-Road Fund	435,549,345	594,914,617			
Other	40,651,249	-3,267,719	-397,700		
Total Road Fund	1,808,322,706	2,091,087,437	1,478,816,400	1,478,312,300	1,443,678,300
TOTAL SOURCE OF FUNDS	3,295,396,683	3,382,464,102	3,639,822,600	2,602,812,100	2,414,755,500
EXPENDITURES BY CLASS					
Personnel Cost	400,322,850	418,634,177	449,991,700	469,041,600	476,134,400
Operating Expenses	292,386,338	279,920,201	289,681,400	290,938,400	292,665,200
Grants Loans Benefits	255,150,503	275,900,908	294,384,200	266,556,600	263,535,200
Debt Service	159,253,941	193,525,934	209,436,300	232,217,200	272,100,700
Capital Outlay	8,543,734	15,230,181	1,620,100	1,645,100	1,587,100
Construction	1,155,887,173	1,311,883,700	2,342,378,300	1,318,607,800	1,096,062,300
TOTAL EXPENDITURES	2,271,544,540	2,495,095,100	3,587,492,000	2,579,006,700	2,402,084,900
EXPENDITURES BY FUND SOURCE					
General Fund	5,100,860	5,477,264	5,977,600	6,228,200	6,228,200
Restricted Funds	295,508,631	401,610,785	1,511,222,500	371,179,900	226,521,400
Federal Funds	793,000,276	718,796,953	617,420,800	726,762,100	729,132,800
Road Fund	1,177,934,771	1,369,210,098	1,452,871,100	1,474,836,500	1,440,202,500
TOTAL EXPENDITURES	2,271,544,540	2,495,095,100	3,587,492,000	2,579,006,700	2,402,084,900
EXPENDITURES BY UNIT					
General Administration and Support	65,730,558	64,354,464	70,229,500	73,360,300	74,495,900
Aviation	6,820,379	6,833,010	18,611,300	13,885,700	13,917,700
Debt Service	99,772,110	135,497,402	142,216,300	150,559,500	166,911,900
Highways	1,699,314,311	1,816,243,170	2,858,936,000	1,869,195,800	1,679,100,900
Public Transportation	28,926,397	33,499,007	49,538,800	31,553,800	31,891,000
Revenue Sharing	335,953,688	394,284,376	406,604,500	396,861,000	390,753,800
Vehicle Regulation	32,441,947	37,059,500	41,355,600	43,590,600	45,013,700
TOTAL EXPENDITURES	2,268,959,390	2,487,770,928	3,587,492,000	2,579,006,700	2,402,084,900

The Transportation Cabinet is responsible for maintaining and improving transportation services in the Commonwealth. All modes of transportation are addressed by the Cabinet, including air transportation, railroads, waterways, public transit, and highways. The Secretary of Transportation, who is appointed by the Governor, heads the organization. The duties and responsibilities of the Cabinet are found in Titles XV and XVI of the Kentucky Revised Statutes.

The Cabinet receives funding from the state Road Fund, proceeds from highway bonds issued by the Kentucky Turnpike Authority, and federal aid apportionments for highways. Other revenue sources include agency receipts, non-highway federal aid, the state General Fund, and a federal fund leveraging mechanism titled Grant Anticipation Revenue Vehicle (GARVEE) bonds. The revenue components of the Road Fund are the motor fuels tax, motor vehicle usage tax, license and privilege taxes, interest income, and miscellaneous departmental fees, permits, and sales.

Seven major budget units comprise the Transportation Cabinet: General Administration and Support, Aviation, Public Transportation, Revenue Sharing, Highways, Vehicle Regulation, and Debt Service.

Organizationally, the agency is divided into four departments: Aviation, Vehicle Regulation, Rural and Municipal Aid, and Highways. Each department is headed by a commissioner directly responsible to the Secretary. Other organizational units include the Office of Support Services, the Office of Transportation Delivery, the Office of Audits, the Office of Human Resource Management, the Office of Information Technology, the Office of Legal Services, the Office of Public Affairs, the Office of Budget and Fiscal Management, the Office for Civil Rights and Small Business Development, and the Office of Inspector General. These units report to the Office of the Secretary. The following offices report to the State Highway Engineer in the Department of Highways: the Office of Project Development, the Office of Project Delivery and Preservation, the Office of Highway Safety, and Highway District Offices One through Twelve. The Office of Local Programs and the Office of Rural and Secondary Roads report to the Commissioner of Rural and Municipal Aid.

The Transportation Cabinet has its origin as an agency of the Commonwealth of Kentucky in 1912 when the General Assembly established the Department of Highways. Legislation in 1974 created the Department of Transportation by consolidating the Departments of Highways, Motor Transportation, and Aeronautics, plus certain transportation-related functions of the Department of Public Safety and the Department of Revenue. The 1982 General Assembly established the Transportation Cabinet as the successor to the Department of Transportation, and it assumed all of the duties formerly associated with the Department.

Policy

The 2009 General Assembly amended KRS Chapter 48 to require the General Assembly to pass a separate bill for the Transportation Cabinet budget. In addition, the General Assembly is required to pass the Biennial Highway Construction Plan as a separate bill and the last four years of the six-year road plan as a joint resolution. House Bill 236 is the Transportation Cabinet budget bill, and House Bill 237 is the Biennial Highway Construction Plan for the 2014-2016 fiscal biennium. The last four years of the 2014-2020 six-year road plan were included in House Joint Resolution 62.

**Transportation
General Administration and Support**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation		500,000	500,000	500,000	500,000
Total General Fund		500,000	500,000	500,000	500,000
Restricted Funds					
Balance Forward	69,194	93,494	108,500	103,800	99,100
Current Receipts	1,518,657	1,461,622	1,984,400	1,984,400	1,984,400
Non-Revenue Receipts	225,358	375,390			
Fund Transfers	-700				
Total Restricted Funds	1,812,509	1,930,506	2,092,900	2,088,200	2,083,500
Road Fund					
Regular Appropriation	69,188,100	64,930,700	67,740,400	70,871,200	72,006,800
Total Road Fund	69,188,100	64,930,700	67,740,400	70,871,200	72,006,800
TOTAL SOURCE OF FUNDS	71,000,609	67,361,206	70,333,300	73,459,400	74,590,300
EXPENDITURES BY CLASS					
Personnel Cost	27,260,503	25,962,021	26,935,500	28,820,900	29,332,700
Operating Expenses	30,957,969	31,734,400	35,894,000	36,805,400	36,900,700
Grants Loans Benefits	326	462,179	1,400	501,400	501,400
Debt Service	6,695,850	5,843,806	6,800,000	6,609,000	7,195,500
Capital Outlay	803,659	336,813	541,600	566,600	508,600
Construction	12,250	15,246	57,000	57,000	57,000
TOTAL EXPENDITURES	65,730,558	64,354,464	70,229,500	73,360,300	74,495,900
EXPENDITURES BY FUND SOURCE					
General Fund		458,867	500,000	500,000	500,000
Restricted Funds	1,719,015	1,822,013	1,989,100	1,989,100	1,989,100
Road Fund	64,011,543	62,073,584	67,740,400	70,871,200	72,006,800
TOTAL EXPENDITURES	65,730,558	64,354,464	70,229,500	73,360,300	74,495,900
EXPENDITURES BY UNIT					
Office of the Secretary	-239,754	171,385	592,000	648,700	662,100
Office of Public Affairs	543,238	661,320	707,400	763,800	777,800
Inspector General	587,202	497,713	873,700	907,000	915,900
Budget & Fiscal Management	2,726,306	2,879,005	3,396,400	3,650,700	3,718,600
Legal Services	8,799,746	4,736,855	5,272,500	5,616,500	5,702,900
Office of Human Resource Management	3,182,020	3,417,628	3,831,500	4,046,700	4,114,300
Office of Support Services	20,365,497	20,159,007	22,555,600	22,690,400	23,413,600
Technology	25,783,883	27,435,001	28,045,000	29,743,100	29,805,300
Office of Civil Rights & Small Business Devlpmnt	513,928	587,627	899,600	956,200	971,400
Office of Audits	3,468,492	3,808,921	4,055,800	4,337,200	4,414,000
TOTAL EXPENDITURES	65,730,558	64,354,464	70,229,500	73,360,300	74,495,900

The General Administration and Support appropriation unit provides management and administrative services and ensures efficient day-to-day operations. This unit includes the Office of Secretary and nine other offices.

The Office of Budget and Fiscal Management, the Office for Civil Rights and Small Business Development, the Office of Legal Services, the Office of Public Affairs, the Office of Inspector General, the Office of Human Resource Management, the Office of Support Services, the Office of Audits, and the Office of Information Technology provide leadership, management, and staff support to the Transportation Cabinet and provide the Secretary with the managerial tools necessary to operate the Cabinet.

The Office of the Secretary is the central point of contact with the general public and external organizations and serves as the main policymaking arm of the Cabinet. The Office of Budget and Fiscal Management and the Office of Audits manage the planning and use of the Cabinet's financial resources. The Office for Civil Rights and Small Business Development conducts programs to provide women and minorities an equal opportunity for employment and to compete for highway construction contracts. The Office of Legal

Services provides the agency with the required legal representation before administrative boards and all levels of the court system. The Office of Public Affairs is responsible for the Cabinet's communications with employees, the news media, and the general public. The Office of Inspector General exists to provide the Cabinet a mechanism for both employees and Kentuckians to report incidences of wrongdoing regarding the Cabinet's service. The Office of Human Resource Management is responsible for the Cabinet's human resources policies and personnel utilization and development programs. The Office of Support Services provides oversight and management of the Cabinet's statewide facilities, including all ongoing capital projects not associated with highway construction. Beginning in April 2013, the Office of Support Services began providing production print services for the Executive Branch through its Division of Graphic Design and Printing, a function previously performed by the Commonwealth Office of Technology. The Office of Information Technology is responsible for the technological application development and system support functions for the Cabinet.

Policy

The Budget of the Commonwealth provides General Fund in the amount of \$500,000 in each year to improve public riverports.

The Budget of the Commonwealth includes Road Fund in the amount of \$208,000 in fiscal year 2015 and \$415,000 in fiscal year 2016 for debt service on new bonds included in the capital budget.

	Transportation Aviation				
	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
Restricted Funds					
Balance Forward	8,192,393	15,960,474	6,604,200	149,600	81,700
Current Receipts	18,569,549	4,090,325	11,804,600	11,804,600	11,804,600
Non-Revenue Receipts	-996,000	-1,366,062	-14,800		
Fund Transfers	-5,898,000	-7,468,000	-3,464,800	-1,460,500	-1,464,800
Total Restricted Funds	19,867,942	11,216,737	14,929,200	10,493,700	10,421,500
Federal Funds					
Balance Forward	18,955		33,000		
Current Receipts	143,168	106,102	1,025,100	611,700	611,700
Non-Revenue Receipts	42,469	-42,469	2,500		
Total Federal Funds	204,592	63,633	1,060,600	611,700	611,700
Road Fund					
Regular Appropriation	2,865,900	2,501,000	2,771,100	2,862,000	2,884,500
Continuing Approp.-Road Fund	1,556,270	731,582			
Total Road Fund	4,422,170	3,232,582	2,771,100	2,862,000	2,884,500
TOTAL SOURCE OF FUNDS	24,494,703	14,512,952	18,760,900	13,967,400	13,917,700
EXPENDITURES BY CLASS					
Personnel Cost	2,174,761	2,272,595	2,589,800	2,860,000	2,913,600
Operating Expenses	1,438,844	1,355,956	1,641,800	1,388,600	1,389,500
Grants Loans Benefits	2,030,224	1,788,379	12,322,200	7,623,000	7,596,200
Debt Service	996,025	996,675	1,904,800	1,894,500	1,898,800
Construction	180,524	419,404	152,700	119,600	119,600
TOTAL EXPENDITURES	6,820,379	6,833,010	18,611,300	13,885,700	13,917,700
EXPENDITURES BY FUND SOURCE					
Restricted Funds	3,907,468	4,612,603	14,779,600	10,412,000	10,421,500
Federal Funds	204,592	30,656	1,060,600	611,700	611,700
Road Fund	2,708,320	2,189,751	2,771,100	2,862,000	2,884,500
TOTAL EXPENDITURES	6,820,379	6,833,010	18,611,300	13,885,700	13,917,700
EXPENDITURES BY UNIT					
Commonwealth Aviation	3,266,431	3,321,478	13,874,600	9,222,700	9,218,400
Capital City Airport	2,557,923	2,514,856	2,831,900	2,768,500	2,800,500
Aviation Administration	996,025	996,675	1,904,800	1,894,500	1,898,800
TOTAL EXPENDITURES	6,820,379	6,833,010	18,611,300	13,885,700	13,917,700

In accordance with KRS Chapter 183, the Transportation Cabinet supports the Commonwealth's Aviation program. There are two divisions within the Department of Aviation: Commonwealth Aviation and Capital City Airport. The Commonwealth Aviation division is charged with the Air Regulatory program and the Airport Development program. The Air Regulatory program is responsible for inspecting and determining the safety and efficiency of all of the Commonwealth's public use airport and heliport facilities. Pursuant to KRS 183.861, the Kentucky Airport Zoning Commission protects the navigable airspace within the state by evaluating applications for construction, issuing permits, and maintaining updated airport zoning maps. The Commission is attached to the Air Regulatory program for administrative purposes. The Airport Development program provides for administration, planning and management of airport construction, and maintenance of local airports. Airport Development also provides technical and financial assistance to the state's 53 public use airports, including updating and distributing the state aeronautical charts and airport directories.

The Capital City Airport is a public use airport located in Frankfort, Kentucky. Capital City Airport is home to 81 aircraft, including the fleet owned and operated by state government and the National Guard located in Frankfort.

Policy

The Budget of the Commonwealth suspends the provisions of KRS 183.525 and transfers \$468,000 in fiscal year 2015 and \$468,000 in fiscal year 2016 from the Kentucky Aviation Economic Development Fund to the General Fund to support General Fund supported aviation bonds authorized by the 2005 General Assembly.

The Budget of the Commonwealth suspends the provisions of KRS 183.525 and transfers \$992,500 in fiscal year 2015 and \$996,800 in fiscal year 2016 from the Kentucky Aviation Economic Development Fund to the Road Fund to support Road Fund supported aviation bonds authorized by the 2008 General Assembly.

	Transportation Debt Service				
	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
Road Fund					
Regular Appropriation	116,904,800	150,965,300	168,161,600	154,035,300	170,387,700
Total Road Fund	116,904,800	150,965,300	168,161,600	154,035,300	170,387,700
TOTAL SOURCE OF FUNDS	116,904,800	150,965,300	168,161,600	154,035,300	170,387,700
EXPENDITURES BY CLASS					
Personnel Cost	125,000	125,000	250,000	125,000	125,000
Debt Service	99,647,110	135,372,402	141,966,300	150,434,500	166,786,900
TOTAL EXPENDITURES	99,772,110	135,497,402	142,216,300	150,559,500	166,911,900
EXPENDITURES BY FUND SOURCE					
Road Fund	99,772,110	135,497,402	142,216,300	150,559,500	166,911,900
TOTAL EXPENDITURES	99,772,110	135,497,402	142,216,300	150,559,500	166,911,900
EXPENDITURES BY UNIT					
Economic Development Lease Rental	99,772,110	135,497,402	142,216,300	150,559,500	166,911,900
TOTAL EXPENDITURES	99,772,110	135,497,402	142,216,300	150,559,500	166,911,900

The Debt Service program is the budget entity through which lease rental payments are made on the revenue bonds the Commonwealth has issued to finance major highway construction projects.

KRS Chapter 175 authorizes the Turnpike Authority of Kentucky to issue revenue bonds to construct, maintain, repair, and operate designated roads of the Toll Road System, the Resource Recovery Road System, and the Economic Development Road System.

The first of these systems, the Toll Road System, was constructed during the mid-1960s and early 1970s. All of the Toll Road bonds that were issued to construct the state's parkways are now retired.

The Resource Recovery Road System began in the late 1970s, and most of the system's roads were built during the 1980s. The most significant project was KY 80. The final lease rental payment for the Resource Recovery Road bonds was made in fiscal year 2008-2009.

The Economic Development Road System was established and funded through a series of bond issues. The first was a \$300 million issue sold in 1984. The second was a relatively small sale of \$36.6 million in 1987. The third and largest was a \$600 million program which was implemented in bond sales during 1990, 1993, and 1995. The projects constructed with the \$600 million series were designated as "Revitalization Projects" and are now complete. The fourth issue was authorized by the 1998 General Assembly in the amount of \$200 million. The bonds were sold in 1999 and projects funded with those proceeds are now complete. The 2005 General Assembly authorized the fifth series of Economic Development Road bonds in the amount of \$450 million. The bond projects associated with the 2005 series were split to support three initiatives: \$300 million for projects in the adopted Six-Year Highway Plan; \$100 million to fund County Road Aid projects; and \$50 million to support Municipal Road Aid projects. The 2006 General Assembly authorized an additional \$350 million in Economic Development Road Bonds. The entire 2006 series was authorized to support projects in the adopted Six-Year Highway Plan. The seventh issue was authorized by the 2008 General Assembly in the amount of \$50 million for projects associated with Base Re-alignment and Closure (BRAC) activities in and around Fort Knox. The 2009 General Assembly authorized bonds in the amount of \$400 million to support projects in the adopted Six-Year Highway Plan. The 2010 Special Session of the General Assembly authorized \$112 million in BRAC bonds to complete the projects in Fort Knox and \$400 million in bonds for projects included in the Biennial Highway Construction Plan. All but \$200 million of the \$400 million in bonds authorized by the 2010 Special Session of the General Assembly have been issued.

Through lease agreements with the Turnpike Authority of Kentucky and the Asset and Liability Commission, the Transportation Cabinet provides funds to pay the Toll Road, Resource Recovery Road, and the Economic Development Road revenue bonds. In the Debt Service program, funds are reserved exclusively for semi-annual lease rental payments to meet the principal and interest requirements of these outstanding bonds, along with any administrative costs of the Turnpike Authority.

Policy

The American Recovery and Reinvestment Act of 2009 created a new debt instrument for tax-exempt municipal bond issuers, called Build America Bonds. Municipal bond issuers could issue Build America Bonds for eligible tax-exempt purposes on a permanent basis only. The Commonwealth was eligible for a subsidy for bonds issued as Build America Bonds prior to December 31, 2010. Subsidies from the Build America Bonds shall lapse to the Road Fund. The amount of the Road Fund lapse is \$3,475,800 in each fiscal year.

	Transportation Highways				
	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	564,000				
Total General Fund	564,000				
Restricted Funds					
Balance Forward	304,982,672	363,201,328	148,814,900	19,587,900	14,888,200
Current Receipts	79,018,611	74,152,395	99,344,000	94,642,100	91,299,200
Non-Revenue Receipts	256,806,069	93,431,820	1,251,000,000	250,000,000	100,000,000
Fund Transfers	-513,500				
Total Restricted Funds	640,293,852	530,785,543	1,499,158,900	364,230,000	206,187,400
Federal Funds					
Balance Forward	534,394				
Current Receipts	684,167,306	679,271,793	570,069,000	697,940,400	699,967,300
Non-Revenue Receipts	14,513,762	-4,190,094			
ARRA Receipts	68,072,747	13,134,327			
Total Federal Funds	767,288,210	688,216,027	570,069,000	697,940,400	699,967,300
Road Fund					
Regular Appropriation	735,682,600	817,710,100	791,578,000	821,913,600	779,181,500
Surplus Expenditure Plan	67,517,612	50,311,839	17,718,000		
Continuing Approp.-Road Fund	311,166,327	451,619,602			
Total Road Fund	1,114,366,539	1,319,641,541	809,296,000	821,913,600	779,181,500
TOTAL SOURCE OF FUNDS	2,522,512,601	2,538,643,111	2,878,523,900	1,884,084,000	1,685,336,200
EXPENDITURES BY CLASS					
Personnel Cost	351,368,873	369,070,206	398,043,000	412,454,600	418,580,400
Operating Expenses	241,965,754	223,979,356	232,130,900	232,689,800	233,415,900
Grants Loans Benefits	34,371,321	25,938,149	10,744,300	10,744,300	10,744,300
Debt Service	48,769,606	48,169,151	53,980,700	68,477,200	91,415,700
Capital Outlay	5,136,539	7,548,219	1,078,500	1,078,500	1,078,500
Construction	1,017,702,218	1,141,538,089	2,162,958,600	1,143,751,400	923,866,100
TOTAL EXPENDITURES	1,699,314,311	1,816,243,170	2,858,936,000	1,869,195,800	1,679,100,900
EXPENDITURES BY FUND SOURCE					
General Fund	564,000				
Restricted Funds	277,092,524	381,970,736	1,479,571,000	349,341,800	199,952,100
Federal Funds	767,288,210	688,216,027	570,069,000	697,940,400	699,967,300
Road Fund	654,369,577	746,056,407	809,296,000	821,913,600	779,181,500
TOTAL EXPENDITURES	1,699,314,311	1,816,243,170	2,858,936,000	1,869,195,800	1,679,100,900
EXPENDITURES BY UNIT					
Research	4,014,626	8,453,691	4,817,400	4,817,400	4,817,400
Construction	1,257,156,398	1,369,131,794	2,395,652,200	1,396,734,700	1,201,341,000
Maintenance	336,068,754	321,062,189	326,900,400	338,410,900	342,439,100
Engineering Administration	11,061,429	12,519,220	13,338,100	14,216,600	14,497,600
Planning	10,664,308	10,822,837	15,204,900	15,220,100	15,230,300
Highway Operations	22,517,018	27,148,430	28,238,300	30,206,100	30,774,400
Equipment Services	49,457,588	57,669,173	64,536,300	59,083,300	59,408,500
Highway Safety	8,374,190	9,435,836	10,248,400	10,506,700	10,592,600
TOTAL EXPENDITURES	1,699,314,311	1,816,243,170	2,858,936,000	1,869,195,800	1,679,100,900

The Highways appropriation unit is the largest program in the Transportation Cabinet. There are eight programs in the Department of Highways: Research, Construction, Maintenance, Engineering Administration, Highway Planning, Highway Operations, Highway Safety and Equipment Services. The Construction program is divided into five subprograms: Bond Funded Construction, State Funded Construction, Federal Funded Construction, Toll Bond Funded Construction, and the TIFIA Loan program.

The Department of Highways is responsible for the construction, reconstruction, and maintenance of the State Primary Road System through authority granted by KRS 177.020. The Department is headed by a commissioner who is appointed by the Governor on recommendation of the Secretary of Transportation. This agency administers all of the programs within the Highways appropriation unit.

Combined travel by all motor vehicles over Kentucky's 78,000 miles of roads and streets equals over 47.6 billion vehicle-miles. The State Primary Road System carries about 85 percent of all traffic. This network consists of approximately 27,500 miles of interstate highways, resource recovery roads, parkways, economic development roads, primary, secondary, rural, and unclassified roads, and approximately 9,000 state maintained bridges. Kentucky's interstate system, consisting of approximately 800 miles, carries 27 percent of all travel.

	Transportation Highways Research				
	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
Federal Funds					
Current Receipts	3,661,479	8,214,366	3,383,400	3,383,400	3,383,400
Non-Revenue Receipts	63,147	-135,675			
Total Federal Funds	3,724,626	8,078,691	3,383,400	3,383,400	3,383,400
Road Fund					
Regular Appropriation	1,434,000	1,434,000	1,434,000	1,434,000	1,434,000
Continuing Approp.-Road Fund	2,282,237	3,426,237			
Other		-2,200,000			
Total Road Fund	3,716,237	2,660,237	1,434,000	1,434,000	1,434,000
TOTAL SOURCE OF FUNDS	7,440,863	10,738,928	4,817,400	4,817,400	4,817,400
EXPENDITURES BY CLASS					
Personnel Cost	3,724,626	7,906,725	4,527,400	4,527,400	4,527,400
Operating Expenses	290,000	546,966	290,000	290,000	290,000
TOTAL EXPENDITURES	4,014,626	8,453,691	4,817,400	4,817,400	4,817,400
EXPENDITURES BY FUND SOURCE					
Federal Funds	3,724,626	8,078,691	3,383,400	3,383,400	3,383,400
Road Fund	290,000	375,000	1,434,000	1,434,000	1,434,000
TOTAL EXPENDITURES	4,014,626	8,453,691	4,817,400	4,817,400	4,817,400

The Research program is primarily a problem-solving service available to the Department of Highways. The program provides studies of traffic safety and operations, pavement mechanics and performance, materials characteristics and behavior, and transportation policies. The Research function is mandated by the Commonwealth's use of federal highway funds in accordance with Title 23 of the Federal Code which requires the use of 25 percent of funds for highway research and development. The Transportation Cabinet partners with the University of Kentucky Transportation Center to carry out research functions. The partnership conducts workshops on highway maintenance and management; traffic engineering, computerized signalization, signal technician certification, incident management/traffic mitigation, and provides on-demand technical assistance. The program maintains a lending library, including both written and audio-visual materials. The program also publishes a quarterly newsletter.

The Research program funds the Kentucky Transportation Center at one-tenth of one percent of the motor fuels tax collections, not to exceed \$190,000 per year from the State Road Fund pursuant to KRS 177.320(4). An additional \$100,000 per year from the Revenue Sharing appropriation unit is transferred to the Kentucky Transportation Center.

**Transportation
Highways
Construction**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	564,000				
Total General Fund	564,000				
Restricted Funds					
Balance Forward	296,233,801	349,069,817	135,215,400	13,031,700	9,172,300
Current Receipts	20,232,513	13,541,783	38,156,100	32,704,200	28,608,000
Non-Revenue Receipts	256,594,334	93,780,278	1,251,000,000	250,000,000	100,000,000
Total Restricted Funds	573,060,649	456,391,878	1,424,371,500	295,735,900	137,780,300
Federal Funds					
Balance Forward	534,394				
Current Receipts	667,537,633	655,770,162	548,652,900	676,524,300	678,551,200
Non-Revenue Receipts	13,333,906	-3,527,766			
ARRA Receipts	68,072,747	13,134,327			
Total Federal Funds	749,478,680	665,376,723	548,652,900	676,524,300	678,551,200
Road Fund					
Regular Appropriation	364,126,700	446,809,300	417,941,500	433,646,800	385,941,100
Surplus Expenditure Plan	67,517,612	50,311,839	17,718,000		
Continuing Approp.-Road Fund	256,223,708	392,745,133			
Other	-12,000,000	-88,500			
Total Road Fund	675,868,020	889,777,772	435,659,500	433,646,800	385,941,100
TOTAL SOURCE OF FUNDS	1,998,971,348	2,011,546,373	2,408,683,900	1,405,907,000	1,202,272,600
EXPENDITURES BY CLASS					
Personnel Cost	157,394,980	154,959,066	193,262,400	192,642,700	194,195,800
Operating Expenses	22,863,037	26,750,413	35,293,200	35,280,100	35,280,100
Grants Loans Benefits	31,632,785	22,904,964	10,744,300	10,744,300	10,744,300
Debt Service	48,769,606	48,169,151	53,980,700	68,477,200	91,415,700
Capital Outlay	1,250,000	2,912,612			
Construction	995,245,990	1,113,435,588	2,102,371,600	1,089,590,400	869,705,100
TOTAL EXPENDITURES	1,257,156,398	1,369,131,794	2,395,652,200	1,396,734,700	1,201,341,000
EXPENDITURES BY FUND SOURCE					
General Fund	564,000				
Restricted Funds	223,990,832	321,176,534	1,411,339,800	286,563,600	136,848,700
Federal Funds	749,478,680	665,376,723	548,652,900	676,524,300	678,551,200
Road Fund	283,122,886	382,578,538	435,659,500	433,646,800	385,941,100
TOTAL EXPENDITURES	1,257,156,398	1,369,131,794	2,395,652,200	1,396,734,700	1,201,341,000
EXPENDITURES BY UNIT					
Bond Funded Construction	211,538,332	215,477,963	1,101,111,200	11,335,000	11,620,100
State Funded Construction	263,647,647	366,236,886	399,620,400	397,360,300	349,664,200
Federal Funded Construction	781,970,419	691,079,825	609,920,600	738,039,400	740,056,700
Toll Bond Funded Construction		96,337,121	185,000,000		
TIFIA Loan			100,000,000	250,000,000	100,000,000
TOTAL EXPENDITURES	1,257,156,398	1,369,131,794	2,395,652,200	1,396,734,700	1,201,341,000

The Construction program is the largest single funding component within the Highways appropriation unit. It encompasses all construction and major reconstruction of roadways in the State Primary Road System. The Construction Program is divided into five sub-programs: Bond Funded Construction, State Funded Construction, Federal Funded Construction, Toll Bond Funded Construction, and the TIFIA Loan program. KRS 45.750(3) exempts road projects, including associated equipment and land acquisition purchases, from the capital construction statutes outlined in KRS Chapter 45.760 - 45.810.

Several different road systems constructed in the Commonwealth over the last 40 years have used Bond Funded Construction.

General obligation bonds were sold to finance the original construction of the Interstate System. The Turnpike Authority of Kentucky sold revenue bonds to fund construction of the toll road system that crisscrosses the state. Tolls on these parkways were removed once the bonds were paid. Currently no tolls exist on Kentucky parkways. Resource recovery bonds were sold in the late 1970s for construction of the Resource Recovery Road System, a network of highways over which coal resources could be efficiently hauled. The Turnpike Authority received authorization to sell bonds in 1984, 1987, 1990, 1993, 1995, 1999, 2005, 2006, 2008, 2009, and 2010 for projects identified as part of the Economic Development Road System. The Authority received authorization in 2008 and 2010 to issue bonds to support road projects specifically related to the Base Re-alignment and Closure (BRAC) activities in and around Fort Knox. All of the roads constructed using proceeds from Turnpike Authority bonds are built by the Cabinet on behalf of the Authority, and then are leased to the Cabinet until the bonds are retired. At that time they are transferred to the Cabinet and become a part of the state highway system.

The State Funded Construction program provides for many highway improvement needs, emergency needs, industrial access roads, parkway and primary road pavement rehabilitation, and other projects for which federal funding is not available. The state resurfacing program is a part of this sub-program area and provides for resurfacing of roads in the state maintained highway system. The Highway Construction Contingency account, authorized in KRS 45.247, is also included in the State-Funded Construction program.

The Federal Construction program addresses the major construction, reconstruction, and rehabilitation needs for nearly 12,000 miles of interstate, primary, secondary, urban systems, and Appalachian routes across the state. This funding is provided under Titles 23 and 40 of the US Code. From fiscal year 2005 to fiscal year 2008, \$440 million in Grant Anticipation Revenue Vehicle (GARVEE) bonds were appropriated to support interstate projects along I-64, I-75, and I-65. In addition, GARVEE bonds totaling \$336 million were authorized in 2008 and 2010 for the Louisville Bridges project which is estimated to cost over \$2.6 billion. The 2010 Special Session of the General Assembly authorized \$330 million in GARVEE bonds for the US-68/KY-80 Lake Barkley and Kentucky Lake Bridges Project. For display purposes, the GARVEE bonds are located in the Bond Funded Construction program. However, the debt service to support the GARVEE bonds is located in the Federal Fund Construction program.

House Bill 4 during the 2009 Special Session of the General Assembly created the Kentucky Public Transportation Infrastructure Authority (KPTIA) to facilitate the construction, financing, operation, and oversight of mega-projects. According to the Federal Highway Administration, mega-projects are projects that have a total cost of \$500 million or more. The Authority has the power to finance mega-projects through the use of tolls, funds from any GARVEE, funds appropriated by the state or federal government, and any other funds pledged for their purpose. The Toll Bond Funded program and the TIFIA Loan program provide funding for one of KPTIA's projects, the Louisville-Southern Indiana Ohio River Bridges mega project. The Commonwealth is working jointly with the state of Indiana on this \$2.6 billion project, which consists of two bridges – the Downtown I-65 bridge and the East End I-265 bridge. Kentucky is responsible for the completion of the downtown bridge and is financing a portion of the total cost with toll bonds and a TIFIA loan backed by the federal government.

The American Recovery and Reinvestment Act of 2009 provided \$421.1 million in additional federal funds for use on federal-aid eligible highways. Unlike traditional federal highway funds, which the Commonwealth matches with toll credits, these funds required no state match and were programmed to support "shovel-ready" projects. Of the total award amount, \$380.4 million flowed through the Transportation Cabinet, with the balance flowing directly to four local Metropolitan Planning Organizations: Northern Kentucky, Henderson, Lexington and Louisville. The funds available to the Cabinet were split between transportation enhancement projects (\$12.6 million) and infrastructure investment projects (\$367.8 million). These additional funds were made available in the spring of 2009 and must be spent by September 30, 2015.

Policy

The Budget of the Commonwealth authorizes the Secretary of Transportation to continue the Cash Management program, formerly known as the Pre-financing Road Projects program, authorized by the Appropriations Act since the 2000-2002 biennium. The Cash Management program allows the Cabinet to expedite projects in the Biennial Highway Construction Plan by managing Road Fund cash, while ensuring that expenditures remain within enacted appropriations.

A current year appropriation in the amount of \$100,000,000 in Restricted Funds is included for the Transportation Infrastructure Finance and Innovation Act (TIFIA) Loan Program. A portion of the Louisville-Southern Indiana Ohio River Bridges project is being funded from a TIFIA loan backed by the federal government.

	Transportation Highways Maintenance				
	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
Restricted Funds					
Current Receipts	3,432,370	3,473,487	3,687,900	3,687,900	3,687,900
Non-Revenue Receipts	211,735	-348,458			
Total Restricted Funds	3,644,105	3,125,030	3,687,900	3,687,900	3,687,900
Road Fund					
Regular Appropriation	323,212,500	323,212,500	323,212,500	334,723,000	338,751,200
Continuing Approp.-Road Fund	52,660,382	55,448,232			
Other	12,000,000				
Total Road Fund	387,872,882	378,660,732	323,212,500	334,723,000	338,751,200
TOTAL SOURCE OF FUNDS	391,516,987	381,785,762	326,900,400	338,410,900	342,439,100
EXPENDITURES BY CLASS					
Personnel Cost	134,572,420	142,688,244	136,053,000	147,112,600	150,573,200
Operating Expenses	196,134,199	172,517,340	160,212,100	160,663,000	161,230,600
Grants Loans Benefits		1,358			
Capital Outlay	3,393,308	4,050,000	300,000	300,000	300,000
Construction	1,968,826	1,805,247	30,335,300	30,335,300	30,335,300
TOTAL EXPENDITURES	336,068,754	321,062,189	326,900,400	338,410,900	342,439,100
EXPENDITURES BY FUND SOURCE					
Restricted Funds	3,644,105	3,125,030	3,687,900	3,687,900	3,687,900
Road Fund	332,424,649	317,937,159	323,212,500	334,723,000	338,751,200
TOTAL EXPENDITURES	336,068,754	321,062,189	326,900,400	338,410,900	342,439,100

Kentucky has invested approximately \$19 billion in its highway infrastructure which is comprised of right-of-way, roadways, and bridges. KRS 176.050 assigns the responsibility for operating and maintaining this highway infrastructure to the Department of Highways. The Maintenance program's role is to operate and maintain the roadways, bridges, rest areas, and traffic control devices on all state-maintained highways. Two organizational units under the Office of Project Delivery and Preservation administer the Maintenance program: the Division of Maintenance and the Division of Traffic Operations. The duties of this unit are explained in Kentucky Revised Statutes 175.580, 175.610, 176.050, 176.051, 177.020, 177.410, 177.530, 177.550, 177.830-890, 177.905-990, and 180.290.

The Division of Maintenance responsibilities are broken down into two areas. The Roadway Preservation program maintains approximately 15,000 miles of state primary highways and 13,000 miles of rural secondary highways. The Pavement and Operations Management personnel inspect and evaluate pavement conditions on over 27,000 miles of state-maintained roads, determine strategies for improvement, estimate funding needs, and recommend annual priorities. The Bridge Preservation program is responsible for all state-maintained bridges, except those on the Rural Secondary system.

Revolving Maintenance serves as a materials revolving mechanism for refurbishing damaged guardrail. Damaged guardrail is shipped to Frankfort, straightened and re-galvanized, and is placed back into service as needs arise.

Capital Improvements is a subset of the Division of Maintenance for coordinating with the Kentucky State Police vehicle accident data in order to establish priorities for installing new guardrail in locations it does not currently exist.

The Rest Area Operations/Maintenance program provides sanitary and accessible restroom facilities and other convenient services for motorists traveling through the state. There are 26 rest area and welcome center locations and two truck rest haven locations.

The Division of Traffic Operations is responsible for the installation and maintenance of traffic control devices on over 27,000 miles of highways. This division uses a multitude of Intelligent Transportation Systems to communicate, control, detect and process data to effectively move traffic through the state in the safest manner possible.

**Transportation
Highways
Engineering Administration**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
Road Fund					
Regular Appropriation	13,245,700	13,112,600	13,338,100	14,216,600	14,497,600
Total Road Fund	13,245,700	13,112,600	13,338,100	14,216,600	14,497,600
TOTAL SOURCE OF FUNDS	13,245,700	13,112,600	13,338,100	14,216,600	14,497,600
EXPENDITURES BY CLASS					
Personnel Cost	9,401,249	10,836,492	9,679,900	10,489,300	10,691,700
Operating Expenses	1,149,297	1,150,298	2,879,700	2,948,800	3,027,400
Capital Outlay	486,941	533,097	778,500	778,500	778,500
Construction	23,942	-667			
TOTAL EXPENDITURES	11,061,429	12,519,220	13,338,100	14,216,600	14,497,600
EXPENDITURES BY FUND SOURCE					
Road Fund	11,061,429	12,519,220	13,338,100	14,216,600	14,497,600
TOTAL EXPENDITURES	11,061,429	12,519,220	13,338,100	14,216,600	14,497,600

There are nine divisions organized under the State Highway Engineer's Office.

The Division of Construction supervises highway construction projects, providing administrative support for central office and district construction projects. It also assists the Division of Materials staff in sampling and testing materials used in construction projects.

The Division of Materials establishes standards and controls relating to the quality of materials for the construction, maintenance, and operation of highways and bridges. The Division also develops, coordinates, and controls testing procedures that are conducted in the field.

The Division of Structural Design develops and prepares contract plans for all highway structures, as well as any special structures that the Transportation Cabinet builds as part of Kentucky's system of roads. The Division also designs and prepares plans for structural repair and rehabilitation of existing bridges, as well as the design of all overhead sign structures.

The Division of Highway Design, in conjunction with the district design offices, is responsible for the required design activities of the Cabinet's Six-Year Road Plan projects, including the preparation, assembly, and reproduction of construction plans for a project's award.

The Division of Environmental Analysis provides all environmental studies and documents required by federal agencies for federal-aid transportation projects and for state funded projects that require federal permits. The division ensures compliance with all federal laws and regulations.

The Division of Right-of-Way and Utilities acquires property required for the construction and reconstruction of highways. This function involves obtaining title reports, performing appraisals and appraisal reviews, conducting negotiations, providing relocation assistance, facilitating property management, and initiating condemnation procedures on properties affected by proposed projects.

The Division of Program Management is responsible for developing Kentucky's Biennial Six-Year Road Plan.

The Division of Planning provides the day-to-day administration and support for personnel involved in the Highway Planning program activities, including management, clerical support, training, and other overhead expenditures.

The Division of Professional Services is responsible for procuring the Cabinet's professional services relating to road contracts. This division advertises for engineering services, administers the pre-qualification process for consulting services, provides assistance to selection committees for contract awards, negotiates fees for consulting work sought by the Cabinet, and routinely confers with the Finance and Administration Cabinet and the Legislative Research Commission with respect to contract awards.

	Transportation Highways Planning				
	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
Federal Funds					
Balance Forward					
Current Receipts	9,477,812	9,870,458	12,498,000	12,498,000	12,498,000
Non-Revenue Receipts	96,374	-183,409			
Total Federal Funds	9,574,186	9,687,049	12,498,000	12,498,000	12,498,000
Road Fund					
Regular Appropriation	3,512,700	2,933,900	2,706,900	2,722,100	2,732,300
Total Road Fund	3,512,700	2,933,900	2,706,900	2,722,100	2,732,300
TOTAL SOURCE OF FUNDS	13,086,886	12,620,949	15,204,900	15,220,100	15,230,300
EXPENDITURES BY CLASS					
Personnel Cost	9,930,391	9,586,327	11,115,800	11,125,200	11,127,000
Operating Expenses	451,528	464,231	4,089,100	4,094,900	4,103,300
Grants Loans Benefits	-13,207				
Capital Outlay		52,285			
Construction	295,596	719,993			
TOTAL EXPENDITURES	10,664,308	10,822,837	15,204,900	15,220,100	15,230,300
EXPENDITURES BY FUND SOURCE					
Federal Funds	9,574,186	9,687,049	12,498,000	12,498,000	12,498,000
Road Fund	1,090,122	1,135,788	2,706,900	2,722,100	2,732,300
TOTAL EXPENDITURES	10,664,308	10,822,837	15,204,900	15,220,100	15,230,300

The Planning program is responsible for administrative and technical support and implements transportation planning activities statewide. The program is charged with a variety of statewide planning initiatives including: rail planning, carpooling, alternative fuel, bikeway, pedway, and ferry operations. In addition, it coordinates the Kentucky Scenic Highway and Byway System, manages the traffic data collection and processing equipment, maintains the Highway Information System, and coordinates air quality conformity with several state and federal agencies.

Highway Planning evaluates state-maintained streets and highways to ensure that available federal and state funds are utilized to maximum efficiency. The Planning unit maintains an inventory of all roadway classifications and prepares city, county, and state road maps for sale and distribution. The program also furnishes statistics required by the Federal Highway Administration and state and local government decision-makers.

Metropolitan Planning maintains and distributes federal funding to nine metropolitan planning organizations (MPOs) to implement the continuing, comprehensive, and cooperative planning process, which is mandated by federal law. The MPOs study the impact of transportation operations in urbanized areas concerning congestion management, air quality, environmental issues, public involvement, land use and development, and public transportation.

Area Development Districts (ADDs) Assistance administers a regional planning and public participation process in the state's 15 ADDs as part of the Cabinet's overall statewide transportation planning process, as required by 23 USC and 23 CFR 450. The Cabinet contracts with each ADD for activities in support of the regional and statewide planning process, including public involvement, data collection, analysis, identification of needs, project recommendations, regional prioritization of projects, and technical assistance and review.

**Transportation
Highways
Highway Operations**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
Road Fund					
Regular Appropriation	25,623,500	25,791,600	28,238,300	30,206,100	30,774,400
Other		2,288,500			
Total Road Fund	25,623,500	28,080,100	28,238,300	30,206,100	30,774,400
TOTAL SOURCE OF FUNDS	25,623,500	28,080,100	28,238,300	30,206,100	30,774,400
EXPENDITURES BY CLASS					
Personnel Cost	22,216,606	27,277,389	28,062,300	29,990,400	30,493,600
Operating Expenses	275,676	-129,770	176,000	215,700	280,800
Construction	24,736	812			
TOTAL EXPENDITURES	22,517,018	27,148,430	28,238,300	30,206,100	30,774,400
EXPENDITURES BY FUND SOURCE					
Road Fund	22,517,018	27,148,430	28,238,300	30,206,100	30,774,400
TOTAL EXPENDITURES	22,517,018	27,148,430	28,238,300	30,206,100	30,774,400

In accordance with KRS Chapter 176, the Highway Operations program provides leadership, management, and central administrative support and funding for central office and district operations for the Transportation Cabinet's Department of Highways. The Commissioner of Highways oversees the Department, which includes the State Highway Engineer's Office, three offices which include 14 divisions, and 12 district offices across the state. In the 12 district offices, the Chief District Engineer manages the road project functions and reports to the State Highway Engineer.

The State Highway Engineer's Office manages and coordinates the engineering functions of the Cabinet, reviews management, engineering, and personnel reports and recommendations from the engineering and professional divisions, staff and Deputy State Highway Engineers. In addition, the Office administers the Cabinet's Engineering Scholarship program and the Engineering Graduate Training program, coordinates the Research program, and manages special projects, such as the Louisville Bridges project.

Contract procurement activities are also a part of the Highway Operations program and include prequalifying road contractors, advertising bids for road construction projects, awarding contracts, and issuing work orders and monitoring required contract provisions.

**Transportation
Highways
Equipment Services**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
Restricted Funds					
Balance Forward	8,736,200	14,118,840	13,581,800	6,545,500	5,712,200
Current Receipts	55,353,727	57,132,125	57,500,000	58,250,000	59,000,000
Fund Transfers	-513,500				
Total Restricted Funds	63,576,427	71,250,964	71,081,800	64,795,500	64,712,200
TOTAL SOURCE OF FUNDS	63,576,427	71,250,964	71,081,800	64,795,500	64,712,200
EXPENDITURES BY CLASS					
Personnel Cost	10,620,625	11,492,442	11,395,000	12,356,300	12,665,200
Operating Expenses	18,792,968	20,600,030	22,889,600	22,901,300	22,917,600
Grants Loans Benefits		202			
Capital Outlay	6,289				
Construction	20,037,705	25,576,498	30,251,700	23,825,700	23,825,700
TOTAL EXPENDITURES	49,457,588	57,669,173	64,536,300	59,083,300	59,408,500
EXPENDITURES BY FUND SOURCE					
Restricted Funds	49,457,588	57,669,173	64,536,300	59,083,300	59,408,500
TOTAL EXPENDITURES	49,457,588	57,669,173	64,536,300	59,083,300	59,408,500

The mission of the Equipment Services program is to provide highway construction and maintenance equipment for use by the Department of Highways. The unit purchases and maintains all the Cabinet's trucks, heavy equipment, and various pieces of support machinery. This program provides its services through the central office garage in Frankfort and a network of 12 repair garages located throughout the state.

	Transportation Highways Highway Safety				
	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
Restricted Funds					
Balance Forward	12,671	12,671	17,700	10,700	3,700
Current Receipts		5,000			3,300
Total Restricted Funds	12,671	17,671	17,700	10,700	7,000
Federal Funds					
Current Receipts	3,490,382	5,416,807	5,534,700	5,534,700	5,534,700
Non-Revenue Receipts	1,020,336	-343,243			
Total Federal Funds	4,510,718	5,073,564	5,534,700	5,534,700	5,534,700
Road Fund					
Regular Appropriation	4,527,500	4,416,200	4,706,700	4,965,000	5,050,900
Total Road Fund	4,527,500	4,416,200	4,706,700	4,965,000	5,050,900
TOTAL SOURCE OF FUNDS	9,050,889	9,507,434	10,259,100	10,510,400	10,592,600
EXPENDITURES BY CLASS					
Personnel Cost	3,507,975	4,323,521	3,947,200	4,210,700	4,306,500
Operating Expenses	2,009,049	2,079,849	6,301,200	6,296,000	6,286,100
Grants Loans Benefits	2,751,744	3,031,625			
Capital Outlay		225			
Construction	105,423	617			
TOTAL EXPENDITURES	8,374,190	9,435,836	10,248,400	10,506,700	10,592,600
EXPENDITURES BY FUND SOURCE					
Restricted Funds			7,000	7,000	7,000
Federal Funds	4,510,718	5,073,564	5,534,700	5,534,700	5,534,700
Road Fund	3,863,473	4,362,273	4,706,700	4,965,000	5,050,900
TOTAL EXPENDITURES	8,374,190	9,435,836	10,248,400	10,506,700	10,592,600

The Office of Transportation Safety is headed by an Executive Director who reports directly to the State Highway Engineer. The Office includes the Division of Incident Management and the Division of Highway Safety Programs. The Motorcycle Advisory Commission for Highway Safety is attached for administrative purposes.

The Division of Incident Management manages the Transportation Operations Center and coordinates highway incident management including providing information to travelers and providing assistance to stranded motorists and law enforcement agencies at the scene of highway incidents.

The Division of Highway Safety Programs is charged with coordinating efforts to reduce fatalities, injuries, and crashes on Kentucky's highway systems.

**Transportation
Public Transportation**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	4,528,800	5,178,200	5,178,200	5,728,200	5,728,200
Continuing Approp.-General Fund	305,577	139,616	299,400		
Total General Fund	4,834,377	5,317,816	5,477,600	5,728,200	5,728,200
Restricted Funds					
Current Receipts	440,000	440,000	500,000	484,200	495,600
Non-Revenue Receipts	33,100				
Fund Transfers	-33,100				
Total Restricted Funds	440,000	440,000	500,000	484,200	495,600
Federal Funds					
Balance Forward					
Current Receipts	23,949,537	28,040,610	43,561,200	25,341,400	25,667,200
Total Federal Funds	23,949,537	28,040,610	43,561,200	25,341,400	25,667,200
TOTAL SOURCE OF FUNDS	29,223,914	33,798,426	49,538,800	31,553,800	31,891,000
EXPENDITURES BY CLASS					
Personnel Cost	1,420,673	1,528,825	1,724,800	1,840,100	1,869,900
Operating Expenses	69,756	72,132	96,800	96,800	96,800
Grants Loans Benefits	27,435,968	31,898,050	47,717,200	29,616,900	29,924,300
TOTAL EXPENDITURES	28,926,397	33,499,007	49,538,800	31,553,800	31,891,000
EXPENDITURES BY FUND SOURCE					
General Fund	4,536,860	5,018,397	5,477,600	5,728,200	5,728,200
Restricted Funds	440,000	440,000	500,000	484,200	495,600
Federal Funds	23,949,537	28,040,610	43,561,200	25,341,400	25,667,200
TOTAL EXPENDITURES	28,926,397	33,499,007	49,538,800	31,553,800	31,891,000
EXPENDITURES BY UNIT					
Public Transportation	28,120,201	32,638,422	48,674,000	30,644,800	30,970,600
Multi-Modal Transportation	366,196	420,585	424,800	424,800	424,800
Human Services Delivery	440,000	440,000	440,000	484,200	495,600
TOTAL EXPENDITURES	28,926,397	33,499,007	49,538,800	31,553,800	31,891,000

The Public Transportation appropriation unit is comprised of three programs: Public Transportation, Multi-Modal, and Human Services Transportation Delivery. The Public Transportation program offers technical and financial assistance to public transportation providers and the metropolitan planning organizations throughout the state through the following federal programs: Sections 5303, 5307, 5309, 5310, 5311, 5316, and 5317. Federal Funds, combined with General Fund and local matching funds, allow public transit authorities to acquire buses and vans.

The American Recovery and Reinvestment Act of 2009 provided \$51.5 million in additional federal funds for the Section 5307 Urban Transit and Section 5311 Rural Transit programs. Unlike traditional federal transit funds, these funds required no state match. Of that amount, \$21.4 million flowed through the Transportation Cabinet, with the balance flowing directly to local transit agencies. These additional funds were made available in the spring of 2009 and have been fully expended by the Cabinet.

Also included in the Public Transportation program is funding for Non-public School Transportation, a program that provides grants to non-public schools so that they may offer bus service to their students.

The Multi-Modal program partners with the 15 area development districts with respect to regional and statewide transportation planning processes. This partnership generates public involvement with respect to identifying and prioritizing needs and assists in the project recommendation process, including the coordination of the Statewide Transportation Plan, the State Transportation Improvement program, and the Six-Year Highway Plan.

The Human Service Transportation Delivery program is a partnership between the Transportation Cabinet, the Medicaid program, the Office for Vocational Rehabilitation, and the Office for the Blind. This partnership provides non-emergency medical transportation, jobs access transportation, and transportation to day care facilities.

Policy

The Budget of the Commonwealth provides for the use of Toll Credits to be used by the Office of Transportation Delivery and public transit authorities as the match for federal funds.

The Budget of the Commonwealth includes additional General Fund in the amount of \$550,000 in each year of the biennium for Non-public School Transportation.

**Transportation
Revenue Sharing**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
Restricted Funds					
Balance Forward	5,764,910	1,802,604	1,519,900		
Non-Revenue Receipts		471,493			
Total Restricted Funds	5,764,910	2,274,097	1,519,900		
Road Fund					
Regular Appropriation	312,423,900	380,661,800	405,482,300	396,861,000	390,753,800
Continuing Approp.-Road Fund	116,173,748	137,088,233			
Other	40,651,249	-3,267,719	-397,700		
Total Road Fund	469,248,897	514,482,314	405,084,600	396,861,000	390,753,800
TOTAL SOURCE OF FUNDS	475,013,807	516,756,411	406,604,500	396,861,000	390,753,800
EXPENDITURES BY CLASS					
Personnel Cost	2,689,291	3,418,870	3,348,400	3,475,600	3,505,900
Operating Expenses	8,156,534	9,457,980	4,547,000	4,734,600	4,559,300
Grants Loans Benefits	187,211,579	211,729,294	219,499,100	213,971,000	210,669,000
Construction	137,896,284	169,678,232	179,210,000	174,679,800	172,019,600
TOTAL EXPENDITURES	335,953,688	394,284,376	406,604,500	396,861,000	390,753,800
EXPENDITURES BY FUND SOURCE					
Restricted Funds	3,962,307	754,234	1,519,900		
Road Fund	331,991,381	393,530,142	405,084,600	396,861,000	390,753,800
TOTAL EXPENDITURES	335,953,688	394,284,376	406,604,500	396,861,000	390,753,800
EXPENDITURES BY UNIT					
County Road Aid	128,289,799	149,972,448	154,689,500	149,967,100	147,643,000
Rural Secondary	148,210,455	181,942,720	185,812,400	181,927,400	179,108,000
Municipal Aid	58,562,808	61,448,892	64,448,400	63,100,900	62,123,000
Energy Recovery	329,006	307,955	903,000	903,000	903,000
Rural and Municipal Aid	561,619	612,361	751,200	962,600	976,800
TOTAL EXPENDITURES	335,953,688	394,284,376	406,604,500	396,861,000	390,753,800

There are five components of the Revenue Sharing program: the County Road Aid program, authorized by KRS 179.410 - 179.440; the Rural Secondary Aid program, authorized by KRS 177.320; the Municipal Road Aid program, authorized by KRS 177.365 – 177.366; the Energy Recovery Road program, authorized by KRS 177.977-177.978; and other Special Programs.

The County Road Aid, Rural Secondary Aid, and Municipal Aid programs receive a portion of the state's motor fuels tax collections. The County Road Aid program receives 18.3 percent of motor fuels tax collections which is distributed to counties for the construction, reconstruction and maintenance of county roads and bridges. The Rural Secondary Aid program receives 22.2 percent of motor fuels tax collections, and funds are used to repair and maintain rural and secondary roads. Funds for both programs are allocated through a formula known as the "formula of fifths," as stated in KRS 177.360. Each county receives a portion of the statewide total as follows: one-fifth is divided evenly among all counties, one-fifth is divided proportionately based on the amount of rural population in each county, one-fifth is distributed on the basis of rural road mileage in each county, and two-fifths is apportioned according to each county's share of the total land area in the state.

The Municipal Road Aid program is funded by 7.7 percent of motor fuels tax collections. Distribution is made through a formula based upon the population contained in each city or unincorporated urban area.

Pursuant to KRS 183.220(3), effective July 1, 2005, one cent (\$0.01) and effective July 1, 2006, two and one-tenth cents (\$0.021), of the tax collected under the motor fuel tax are excluded from the calculations of revenue sharing distributions as prescribed in KRS 177.320(1) (the Rural Secondary program), KRS 177.320(2) (the County Road Aid program), and KRS 177.365 (the Municipal Road Aid program).

Forty percent of the revenues collected from extended vehicle weight fees support the Energy Recovery Road System. Funds are distributed to the counties for the county-maintained portion of that system. The fund distribution is based on (1) the ratio of miles of roads in each county within this system to the total system miles, and (2) the ratio of the total tons of coal transported over the roads in each county to the total tons reported for the entire state. The Transportation Cabinet has the authority to expend the remaining 60 percent on the roads in the system.

The Special Programs budget unit includes the Commissioner's Office, the Office of Local Programs, the Kentucky Bicycle and Bikeway Commission, and the Bicycle and Pedestrian Program.

Policy

The Motor Fuels revenue estimate for the fiscal biennium 2014-2016, upon which the Road Fund appropriations in the Revenue Sharing program are based, is \$883,200,000 in fiscal year 2015 and \$870,500,000 for fiscal year 2016.

**Transportation
Vehicle Regulation**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
Restricted Funds					
Balance Forward	7,507,604	12,108,794	8,070,800	6,544,000	5,260,600
Current Receipts	16,932,143	16,973,242	17,097,800	18,422,100	18,422,600
Non-Revenue Receipts			-89,200	-3,402,700	-55,000
Fund Transfers	-3,943,637	-9,000,000	-5,672,500	-7,350,000	-7,100,000
Total Restricted Funds	20,496,111	20,082,036	19,406,900	14,213,400	16,528,200
Federal Funds					
Balance Forward					
Current Receipts	1,359,076	2,209,477	2,730,000	2,868,600	2,886,600
Non-Revenue Receipts	198,862	300,184			
Total Federal Funds	1,557,938	2,509,660	2,730,000	2,868,600	2,886,600
Road Fund					
Regular Appropriation	22,889,200	24,554,800	25,762,700	31,769,200	28,464,000
Total Road Fund	22,889,200	24,554,800	25,762,700	31,769,200	28,464,000
TOTAL SOURCE OF FUNDS	44,943,249	47,146,496	47,899,600	48,851,200	47,878,800
EXPENDITURES BY CLASS					
Personnel Cost	15,283,749	16,256,661	17,100,200	19,465,400	19,806,900
Operating Expenses	9,797,481	13,320,376	15,370,900	15,223,200	16,303,000
Grants Loans Benefits	4,101,083	4,084,856	4,100,000	4,100,000	4,100,000
Debt Service	3,145,350	3,143,900	4,784,500	4,802,000	4,803,800
Capital Outlay	18,386	20,977			
Construction	95,898	232,730			
TOTAL EXPENDITURES	32,441,947	37,059,500	41,355,600	43,590,600	45,013,700
EXPENDITURES BY FUND SOURCE					
Restricted Funds	8,387,317	12,011,200	12,862,900	8,952,800	13,663,100
Federal Funds	1,557,938	2,509,660	2,730,000	2,868,600	2,886,600
Road Fund	22,496,691	22,538,639	25,762,700	31,769,200	28,464,000
TOTAL EXPENDITURES	32,441,947	37,059,500	41,355,600	43,590,600	45,013,700
EXPENDITURES BY UNIT					
Commissioner	1,388,977	1,003,235	1,113,800	1,179,900	1,198,600
Drivers Licensing	9,806,126	11,567,979	13,182,500	14,341,100	14,483,700
Motor Carriers	3,347,973	3,937,719	4,985,700	6,701,000	6,778,000
Motor Vehicle Licensing	16,115,155	18,811,276	19,887,700	19,080,000	20,234,800
Customer Service	838,070	838,070	1,196,500	1,247,700	1,260,000
Motor Vehicle Commission	945,646	901,220	989,400	1,040,900	1,058,600
TOTAL EXPENDITURES	32,441,947	37,059,500	41,355,600	43,590,600	45,013,700

The Department of Vehicle Regulation includes the Commissioner's Office and the following divisions: Driver Licensing, Motor Carriers, Motor Vehicle Licensing, and Customer Service. The Motor Vehicle Commission is also attached to the Department for administrative purposes.

Under KRS Chapters 186, 187, 189A, 218A, 281A, and KRS 159.051, the Division of Driver Licensing maintains driver history records for approximately three million drivers. The Division issues licenses to commercial drivers who meet statutory requirements. The Division also enforces driver's license suspensions, revocations, and driver limitation programs. It operates State Traffic School programs, including the Graduated Licensing program.

The Division of Motor Vehicle Licensing provides for the titling and registration of motor vehicles and boats in accordance with KRS Chapters 186, 186A, 235, and 376. It maintains the Automated Vehicle Information System (AVIS) and controls title distribution functions. Registration and title applications are initiated through local county clerks' offices. KRS 186.240(3) requires the Cabinet to issue a new reflectorized license plate on a schedule to be determined by the Cabinet. A fifty-cent (\$.50) fee for each reflectorized plate issued is retained in a Restricted Fund to pay for the new plates. In 2007, KRS 186.040 was amended to add an additional \$3 to the registration fee which shall be distributed as follows: \$1 for AVIS replacement activities, \$1 for county clerk hardware and software improvement, and \$1 for a county clerk revenue supplement for collection and administration of Road Fund taxes.

Pursuant to KRS Chapter 190, the Kentucky Motor Vehicle Commission licenses and regulates motor vehicle manufacturers, dealers, and salespersons. It is funded through license fees that are deposited into a Restricted Fund account.

Policy

The fiscal year 2014 enacted budget increased the fund transfer from the Department by \$3,500,000 above the Governor's Recommendation with no associated reduction to the Restricted Funds appropriation. For that reason, the full amount of the budgeted fund transfer amount is not displayed above.

Statewide

**Statewide
Budget Reserve Trust Fund**

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Surplus Expenditure Plan	121,722,500		25,600,900		
Continuing Approp.-General Fund		121,722,500	121,722,500	98,294,200	84,633,000
Other			-49,029,200		
Total General Fund	121,722,500	121,722,500	98,294,200	98,294,200	84,633,000
TOTAL SOURCE OF FUNDS	121,722,500	121,722,500	98,294,200	98,294,200	84,633,000

The Budget Reserve Trust Fund is the Commonwealth's "Rainy Day Fund." KRS 48.705 provides for deposits to the Budget Reserve Trust Fund from direct appropriations, excess receipts, and unexpended appropriations, up to five percent of actual General Fund revenue receipts. These funds are appropriated and available in the event that actual General Fund revenue receipts during the biennium are not sufficient to meet the General Fund appropriation levels authorized in the budget. These funds are also available as a resource for Necessary Governmental Expenses when there is no General Fund surplus.

Policy

A deposit of \$25,600,900 was made in July, 2013 from the fiscal year 2013 General Fund surplus to bring the balance of the Budget Reserve Trust Fund to \$98,294,200.

The Budget of the Commonwealth appropriated \$13,661,200 from the Budget Reserve Trust Fund to General Fund expenditure uses in fiscal year 2016 bringing the budgeted balance to \$84,633,000.

The Budget of the Commonwealth directs any General Fund surplus to the Budget Reserve Trust Fund through the General Fund Surplus Expenditure Plan, after allowing for sufficient resources for items authorized as necessary government expenses.

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Legislative Branch

Legislative Branch

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	53,800,100	50,883,800	53,800,100	56,437,200	60,139,500
Continuing Approp.-General Fund	13,193,736	13,997,320	13,673,000	13,673,000	11,351,800
Total General Fund	66,993,836	64,881,120	67,473,100	70,110,200	71,491,300
Restricted Funds					
Balance Forward	1,476,759	1,646,080	1,347,600	1,347,600	867,600
Current Receipts	184,320	29,500	714,000	50,000	120,000
Fund Transfers	-15,000			-480,000	
Total Restricted Funds	1,646,080	1,675,580	2,061,600	917,600	987,600
Federal Funds					
Current Receipts			900		
Total Federal Funds			900		
TOTAL SOURCE OF FUNDS	68,639,916	66,556,700	69,535,600	71,027,800	72,478,900
EXPENDITURES BY CLASS					
Personnel Cost	38,146,424	38,505,257	43,247,500	46,656,800	48,064,700
Operating Expenses	10,804,479	10,326,563	11,117,500	10,222,000	10,222,000
Capital Outlay	31,112	23,535	150,000		
TOTAL EXPENDITURES	48,982,015	48,855,355	54,515,000	56,878,800	58,286,700
EXPENDITURES BY FUND SOURCE					
General Fund	48,982,015	48,527,400	53,800,100	56,828,800	58,166,700
Restricted Funds		327,955	714,000	50,000	120,000
Federal Funds			900		
TOTAL EXPENDITURES	48,982,015	48,855,355	54,515,000	56,878,800	58,286,700
EXPENDITURES BY UNIT					
Legislative Branch	48,982,015	48,855,355	54,515,000	56,878,800	58,286,700
TOTAL EXPENDITURES	48,982,015	48,855,355	54,515,000	56,878,800	58,286,700

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Judicial Branch

Judicial Branch

	Actual FY 2012	Actual FY2013	Revised FY2014	Enacted FY 2015	Enacted FY 2016
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	316,338,800	316,211,100	315,602,000	334,049,600	337,449,600
Continuing Approp.-General Fund	1,455,974	239,787	8,973,100	119,800	119,800
Total General Fund	317,794,774	316,450,887	324,575,100	334,169,400	337,569,400
Restricted Funds					
Balance Forward	22,685,957	20,909,696	19,811,046	12,532,446	6,472,546
Current Receipts	17,847,626	26,434,167	25,517,500	25,517,500	25,441,600
Non-Revenue Receipts	18,127,519	18,505,219	17,690,000	17,690,000	17,697,700
Total Restricted Funds	58,661,102	65,849,082	63,018,546	55,739,946	49,611,846
Federal Funds					
Current Receipts	3,507,000	4,245,000	3,128,300	3,599,300	3,611,200
Total Federal Funds	3,507,000	4,245,000	3,128,300	3,599,300	3,611,200
TOTAL SOURCE OF FUNDS	379,962,876	386,544,969	390,721,946	393,508,646	390,792,446
EXPENDITURES BY CLASS					
Personnel Cost	192,539,256	200,306,649	212,010,500	227,373,700	231,180,000
Operating Expenses	156,964,625	157,343,752	162,759,200	156,242,600	156,192,600
Debt Service			3,200,000	3,200,000	3,200,000
Capital Outlay	190,512	110,309	100,000	100,000	100,000
TOTAL EXPENDITURES	349,694,393	357,760,710	378,069,700	386,916,300	390,672,600
EXPENDITURES BY FUND SOURCE					
General Fund	308,435,987	307,477,674	324,455,300	334,049,600	337,449,600
Restricted Funds	37,751,406	46,038,036	50,486,100	49,267,400	49,611,800
Federal Funds	3,507,000	4,245,000	3,128,300	3,599,300	3,611,200
TOTAL EXPENDITURES	349,694,393	357,760,710	378,069,700	386,916,300	390,672,600
EXPENDITURES BY UNIT					
Court Operations & Administration	225,238,106	233,419,536	245,776,600	258,499,700	262,256,000
Local Facilities Fund	118,716,187	112,724,874	120,353,300	111,500,000	111,500,000
Local Facilities Use Allowance		116,800			
Contingency Fund					
Judicial Form Retirement System	5,740,100	11,499,500	11,939,800	16,916,600	16,916,600
TOTAL EXPENDITURES	349,694,393	357,760,710	378,069,700	386,916,300	390,672,600