

TEAM KENTUCKY



2020-2022 EXECUTIVE BUDGET

Andy Beshear
GOVERNOR

John Hicks
STATE BUDGET DIRECTOR



Volume I

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	Executive Branch				
	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	11,361,566,700	12,937,155,200	13,202,557,800	11,539,040,900	11,825,999,400
Postsecondary Ed Performance		-81,123,500	-89,986,900		
Surplus Expenditure Plan	130,094,500				
Current Year Appropriation	45,449,300				
Continuing Approp-General Fund	202,891,000	266,090,783	266,090,783	375,290,800	325,290,800
Other	792,000				
Total General Fund	11,740,793,500	13,122,122,483	13,378,661,683	11,914,331,700	12,151,290,200
Tobacco Fund					
Regular Appropriation		100,000	100,000		
Tobacco Settlement - Phase I	120,087,500	119,108,300	114,864,500	108,226,600	104,785,700
Continuing Approp-Tob Settlement	62,788,700	18,824,500	12,061,600	18,773,500	11,989,100
Budget Reduction-Tobacco	-7,200,000				
Total Tobacco Fund	175,676,200	138,032,800	127,026,100	127,000,100	116,774,800
Restricted Funds					
Other		-1,216,100	-949,200		
Balance Forward	862,479,051	744,753,352	663,309,852	744,085,540	576,943,440
Current Receipts	8,126,239,431	8,478,736,100	8,834,658,350	8,526,021,900	8,879,171,600
Non-Revenue Receipts	969,844,958	921,278,100	933,688,600	911,008,800	929,054,400
Fund Transfers	-50,917,800	-3,589,300	-987,400	-120,429,100	-111,009,700
Total Restricted Funds	9,907,645,640	10,139,962,152	10,429,720,202	10,060,687,140	10,274,159,740
Federal Fund					
Balance Forward	-22,710,104	24,116,232	23,174,732	17,285,700	18,082,000
Current Receipts	14,079,818,931	14,252,731,400	14,685,434,203	14,134,516,400	14,291,440,100
Non-Revenue Receipts	2,140,800	-2,540,200	-2,548,100	-2,522,300	-2,530,200
Total Federal Fund	14,059,249,627	14,274,307,432	14,706,060,835	14,149,279,800	14,306,991,900
Road Fund					
Regular Appropriation	1,582,795,600	1,679,989,100	1,700,997,500	1,624,020,000	1,590,121,700
Current Year Appropriation	4,265,500				
Other	9,046,100				
Total Road Fund	1,596,107,200	1,679,989,100	1,700,997,500	1,624,020,000	1,590,121,700
TOTAL SOURCE OF FUNDS	37,479,472,167	39,354,413,967	40,342,466,320	37,875,318,740	38,439,338,340
EXPENDITURES BY CLASS					
Personnel Costs	7,686,706,600	8,452,284,735	8,603,184,150	8,022,734,300	8,277,418,824
Operating Expenses	3,593,325,000	3,899,106,265	4,021,899,953	3,774,892,500	3,930,899,976
Grants Loans Benefits	22,340,981,700	23,439,502,700	24,053,976,100	22,590,558,200	22,905,019,700
Debt Service	1,159,315,800	1,224,616,300	1,192,297,900	1,158,604,800	1,113,696,800
Capital Outlay	272,460,300	302,932,900	306,441,500	284,143,300	294,256,800
Construction	1,206,124,600	1,065,953,100	1,090,241,500	1,094,048,000	1,063,735,500
TOTAL EXPENDITURES	36,258,914,000	38,384,396,000	39,268,041,103	36,924,981,100	37,585,027,600
EXPENDITURES BY FUND SOURCE					
General Fund	11,311,702,700	12,852,791,600	13,110,113,800	11,576,540,700	11,818,082,100
Tobacco Fund	154,869,000	124,117,200	119,135,800	113,084,400	108,884,400
Restricted Funds	9,163,560,100	9,476,122,700	9,786,747,800	9,483,743,700	9,783,911,900
Federal Fund	14,041,963,900	14,251,132,700	14,682,922,003	14,131,197,800	14,287,401,800
Road Fund	1,586,818,300	1,679,989,100	1,700,997,500	1,620,414,500	1,586,747,400
TOTAL EXPENDITURES	36,258,914,000	38,384,153,300	39,399,916,903	36,924,981,100	37,585,027,600

EXPENDITURES BY UNIT

General Government	1,832,884,200	1,996,447,800	2,012,366,600	1,800,655,900	1,819,573,300
Economic Development	38,523,100	55,206,000	55,292,300	33,195,900	36,055,300
Department of Education	5,072,549,500	5,584,485,600	5,588,223,800	5,242,808,800	5,237,065,200
Education and Workforce Development	637,803,200	654,807,500	656,563,100	615,595,100	617,246,200
Energy and Environment	287,082,700	304,400,100	312,322,700	250,970,300	260,749,900
Finance and Administration	945,346,300	1,047,408,700	1,015,807,500	993,182,700	960,474,400
Health and Family Services	14,783,372,600	15,444,959,900	16,019,576,100	15,007,584,100	15,285,043,300
Justice and Public Safety	1,276,297,700	1,532,169,000	1,550,028,200	1,345,687,300	1,369,130,400
Labor	205,714,400	202,789,100	204,395,000	202,693,700	204,407,600
Personnel	61,891,700	64,178,800	64,566,000	64,171,200	64,610,500
Postsecondary Education	8,151,482,100	8,549,211,100	8,947,556,903	8,536,480,700	8,930,169,100
Public Protection	134,598,700	140,293,700	140,756,700	129,067,100	129,301,700
Tourism, Arts and Heritage	261,866,200	300,162,600	302,680,000	275,773,400	281,291,000
Transportation	2,569,501,600	2,507,633,400	2,529,782,000	2,427,114,900	2,389,909,700
TOTAL EXPENDITURES	36,258,914,000	38,384,153,300	39,399,916,903	36,924,981,100	37,585,027,600

General Government

General Government

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,158,282,500	1,416,554,200	1,443,942,800	1,252,971,200	1,277,107,700
Surplus Expenditure Plan	130,094,500				
Current Year Appropriation	21,535,000				
Continuing Approp-General Fund	15,144,400				
Reorganization Adjustment	151,800				
Other	662,000				
Total General Fund	1,325,870,200	1,416,554,200	1,443,942,800	1,252,971,200	1,277,107,700
Tobacco Fund					
Regular Appropriation		100,000	100,000		
Tobacco Settlement - Phase I	40,929,300	38,879,300	38,879,300	35,244,800	35,618,800
Continuing Approp-Tob Settlement	24,801,800	18,824,500	12,061,600	18,773,500	11,989,100
Budget Reduction-Tobacco	-3,279,000				
Reorganization Adjustment	-2,050,000				
Total Tobacco Fund	60,402,100	57,803,800	51,040,900	54,018,300	47,607,900
Restricted Funds					
Other		-1,216,100	-949,200		
Balance Forward	131,011,407	118,472,952	103,930,852	117,737,740	89,056,540
Current Receipts	172,770,400	203,460,800	204,404,200	187,958,100	189,582,800
Non-Revenue Receipts	104,276,233	110,412,900	109,934,700	109,718,400	112,044,200
Fund Transfers	-1,500,000	-460,200	-558,600	-7,900,000	-16,700,000
Total Restricted Funds	406,558,040	430,670,352	416,761,952	407,514,240	373,983,540
Federal Fund					
Balance Forward	3,914,400	11,362,432	7,263,832	4,531,900	2,077,400
Current Receipts	176,620,600	195,042,600	185,869,900	184,171,100	183,869,800
Total Federal Fund	180,535,000	206,405,032	193,133,732	188,703,000	185,947,200
Road Fund					
Regular Appropriation	562,000	567,300	570,100	572,200	575,500
Total Road Fund	562,000	567,300	570,100	572,200	575,500
TOTAL SOURCE OF FUNDS	1,973,927,340	2,112,000,684	2,105,449,484	1,903,778,940	1,885,221,840
EXPENDITURES BY CLASS					
Personnel Costs	419,634,400	512,618,100	519,333,500	447,832,400	454,589,924
Operating Expenses	144,189,300	155,343,500	154,566,800	154,922,700	151,788,776
Grants Loans Benefits	1,022,834,600	1,091,145,500	1,121,894,700	968,562,900	1,000,087,800
Debt Service	225,012,800	213,731,300	195,964,100	211,689,100	198,831,000
Capital Outlay	21,213,100	23,852,100	20,854,100	17,648,800	14,275,800
TOTAL EXPENDITURES	1,832,884,200	1,996,690,500	2,012,613,200	1,800,655,900	1,819,573,300
EXPENDITURES BY FUND SOURCE					
General Fund	1,325,870,200	1,424,029,200	1,451,417,800	1,252,971,200	1,277,107,700
Tobacco Fund	41,628,600	45,814,700	44,936,200	42,029,200	41,503,200
Restricted Funds	288,820,300	326,895,400	326,138,500	318,457,700	314,727,300
Federal Fund	176,003,100	199,141,200	189,304,000	186,625,600	185,659,600
Road Fund	562,000	567,300	570,100	572,200	575,500
TOTAL EXPENDITURES	1,832,884,200	1,996,447,800	2,012,366,600	1,800,655,900	1,819,573,300

EXPENDITURES BY UNIT

Office of the Governor	7,112,400	7,342,100	7,424,800	8,167,100	7,852,000
Office of State Budget Director	3,795,200	3,861,700	4,005,100	3,904,400	4,051,600
Homeland Security	6,025,200	8,458,000	8,319,300	6,045,100	6,051,300
Department of Veterans' Affairs	92,503,000	109,270,400	108,741,600	95,776,700	94,535,000
Governor's Office of Agricultural Policy	41,228,600	45,314,700	44,436,200	41,479,200	40,953,200
Kentucky Infrastructure Authority	64,246,900	80,717,700	69,388,800	63,996,500	64,700,600
Military Affairs	140,127,800	168,410,300	169,065,200	140,320,000	140,445,900
Commission on Human Rights	2,260,600	2,898,700	2,921,700	2,564,200	2,597,600
Commission on Women				357,500	357,500
Department for Local Government	39,942,900	40,352,900	40,430,900	57,745,900	57,828,100
Local Government Economic Assistance Fund	38,624,200	22,825,700	22,825,700	35,275,200	29,583,300
Local Government Economic Development Fund	13,570,500	13,570,500	13,570,500		
Local Government Regional Development Agency Assistance Fund		6,000,000	6,000,000	6,000,000	6,000,000
Executive Branch Ethics Commission	975,700	1,129,600	1,139,700	1,010,900	1,023,300
Secretary of State	5,155,100	5,248,800	5,291,900	5,321,300	5,364,200
Board of Elections	13,176,800	10,060,900	9,539,500	8,985,900	5,455,000
Registry of Election Finance	1,529,400	1,622,000	1,642,000	1,597,700	1,618,500
Attorney General	34,903,400	37,711,900	37,539,600	36,027,200	36,156,400
Unified Prosecutorial System	119,244,300	163,406,700	165,114,700	131,906,500	134,404,500
Treasury	5,781,900	6,479,000	6,523,000	5,902,200	5,943,600
Agriculture	37,956,300	41,897,300	42,178,400	40,177,100	40,445,100
Auditor of Public Accounts	17,698,900	20,345,200	20,636,400	17,928,500	17,996,500
Personnel Board	845,900	868,600	897,900	878,700	909,200
Kentucky Retirement Systems	108,883,200	51,206,900	51,614,700	49,058,300	49,496,600
Occupational & Professional Boards & Commissions	25,516,600	27,483,400	27,731,500	26,820,300	27,117,200
Kentucky River Authority	7,550,000	8,100,700	6,892,100	7,991,000	6,785,500
School Facilities Construction Commission	129,071,300	123,620,600	126,639,700	124,255,800	129,262,000
Teachers' Retirement System	803,463,400	918,093,100	940,443,000	797,720,300	819,095,500
Judgments	16,900,000			22,500,000	22,500,000
Appropriations Not Otherwise Classified	19,026,400	20,526,400	20,526,400	14,526,400	14,526,400
KY Communications Network Authority	35,768,300	49,624,000	50,886,300	46,416,000	46,517,700
TOTAL EXPENDITURES	1,832,884,200	1,996,447,800	2,012,366,600	1,800,655,900	1,819,573,300

**General Government
Office of the Governor**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	6,258,000	7,040,300	7,120,500	6,972,400	7,057,300
Total General Fund	6,258,000	7,040,300	7,120,500	6,972,400	7,057,300
Tobacco Fund					
Tobacco Settlement - Phase I	2,050,000				
Reorganization Adjustment	-2,050,000				
Total Tobacco Fund					
Restricted Funds					
Balance Forward	60,800	11,500		11,500	
Current Receipts	245,400	290,300	304,300	283,200	294,700
Total Restricted Funds	306,200	301,800	304,300	294,700	294,700
Federal Fund					
Balance Forward	-397,400				
Current Receipts	957,100			900,000	500,000
Total Federal Fund	559,700			900,000	500,000
TOTAL SOURCE OF FUNDS	7,123,900	7,342,100	7,424,800	8,167,100	7,852,000
EXPENDITURES BY CLASS					
Personnel Costs	6,111,100	6,183,900	6,269,300	6,152,100	6,242,800
Operating Expenses	1,001,300	1,158,200	1,155,500	1,115,000	1,109,200
Grants Loans Benefits				900,000	500,000
TOTAL EXPENDITURES	7,112,400	7,342,100	7,424,800	8,167,100	7,852,000
EXPENDITURES BY FUND SOURCE					
General Fund	6,258,000	7,040,300	7,120,500	6,972,400	7,057,300
Restricted Funds	294,700	301,800	304,300	294,700	294,700
Federal Fund	559,700			900,000	500,000
TOTAL EXPENDITURES	7,112,400	7,342,100	7,424,800	8,167,100	7,852,000
EXPENDITURES BY UNIT					
Governor	5,355,200	5,872,100	5,936,100	5,656,900	5,728,600
Governor's Office Expense Allowance	34,400	35,500	35,500	36,000	36,100
Lieutenant Governor	589,700	802,600	814,400	610,300	615,500
Lieutenant Governor's Expense Allowance	19,200	19,800	19,800	20,100	20,200
Secretary of the Cabinet	297,200	314,900	318,600	310,500	314,800
Kentucky Commission on Military Affairs	816,700	297,200	300,400	1,348,300	951,800
Office of Minority Empowerment				185,000	185,000
TOTAL EXPENDITURES	7,112,400	7,342,100	7,424,800	8,167,100	7,852,000

The Governor serves as the chief administrator of the Commonwealth and, in addition to other powers and duties, acts as Commander-in-Chief of all state military forces, makes appointments for vacancies to executive offices and memberships on boards and commissions authorized by statute, and has the power to grant pardons and commutations. As chief administrator of Kentucky, the Governor ensures that state government provides needed services to the citizens of the Commonwealth at minimum cost to the taxpayer.

The Lieutenant Governor is a constitutional officer elected jointly with the Governor. The Lieutenant Governor is to assume the duties and responsibilities of the Office of the Governor should the Governor be impeached or removed from Office, die, fail to qualify, resign, or be unable to discharge the duties of that office. Additional duties of the Lieutenant Governor include serving on various boards and commissions, serving on Kentucky delegations to several interstate compact commissions, and appointing members to various boards.

The Secretary of the Executive Cabinet develops and implements the major program decisions for the Executive Branch of government. As part of these duties, the Secretary of the Cabinet oversees the administration of the various cabinets and agencies of state government and coordinates legislative policy for the Governor. This role promotes cooperation and coordination among all agencies and programs of state government.

The Military Affairs Commission (KRS 154.12-203) has been a part of the Office of the Governor since 1996. The Commission serves in an advisory capacity to the Governor, the General Assembly, the Kentucky Congressional Delegation, and other appropriate government officials. This commission is designed to support the U.S. military's widespread presence in Kentucky and to recognize its contribution to the economy and well-being of the Commonwealth. Among the installations and operations eligible for support are: Fort Knox, Fort Campbell, Bluegrass Station in Lexington, National Guard and Reserve operations throughout the state, and Bluegrass Army Depot in Richmond.

The Office of Minority Empowerment was established in 2005 pursuant to KRS 12.023. The primary purpose of the Office is to help minorities realize full access to their government and be responsive to the needs of Kentucky's minority community. More specifically, the Office is charged with the responsibility of developing policies affecting Kentucky's minority community in the areas of economic empowerment, health care, housing, education, government services, and the criminal justice system. The Office will also maximize economic opportunities for minorities by reviewing state contracts awarded to minority businesses and reviewing job training and technical education initiatives to ensure and enhance the effectiveness of such programs. The constituents served by this office include, but are not limited to, minority individuals as defined and referenced in KRS 12.070, such as Native Americans, Alaskan Natives, African Americans, Hispanics; the disabled community; small-, minority-, and woman-owned businesses; and other underrepresented ethnic groups.

Policy

The Executive Budget includes additional General Fund in the amount of \$229,100 in fiscal year 2021 and \$261,300 in fiscal year 2022 to fund cost increases associated with the actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$29,900 in fiscal year 2021 and \$75,800 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

Additional General Fund in the amount of \$185,000 in each fiscal year is included for the Office of Minority Empowerment.

General Fund in the amount of \$171,500 in each fiscal year is included for the Military Affairs Commission to support the Base Re-alignment and Closure (BRAC) consulting contract. This funding was previously included in the Department of Military Affairs budget unit.

General Government
Office of State Budget Director

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,533,700	3,697,200	3,743,700	3,739,900	3,790,200
Total General Fund	3,533,700	3,697,200	3,743,700	3,739,900	3,790,200
Restricted Funds					
Balance Forward	309,800	174,200	135,600	174,200	135,600
Non-Revenue Receipts	125,900	125,900	125,800	125,900	125,800
Total Restricted Funds	435,700	300,100	261,400	300,100	261,400
TOTAL SOURCE OF FUNDS	3,969,400	3,997,300	4,005,100	4,040,000	4,051,600
EXPENDITURES BY CLASS					
Personnel Costs	3,474,800	3,491,600	3,618,200	3,554,300	3,686,200
Operating Expenses	320,400	370,100	386,900	350,100	365,400
TOTAL EXPENDITURES	3,795,200	3,861,700	4,005,100	3,904,400	4,051,600
EXPENDITURES BY FUND SOURCE					
General Fund	3,533,700	3,697,200	3,743,700	3,739,900	3,790,200
Restricted Funds	261,500	164,500	261,400	164,500	261,400
TOTAL EXPENDITURES	3,795,200	3,861,700	4,005,100	3,904,400	4,051,600
EXPENDITURES BY UNIT					
Budget & Policy Analysis	2,701,100	2,739,600	2,865,800	2,809,400	2,943,200
Policy Research	475,600	487,200	495,600	475,200	481,800
Economic Analysis	618,500	634,900	643,700	619,800	626,600
TOTAL EXPENDITURES	3,795,200	3,861,700	4,005,100	3,904,400	4,051,600

The Office of the State Budget Director, created in KRS 11.068, includes the Governor's Office for Policy and Management (GOPM), the Governor's Office for Policy Research (GOPR), and the Governor's Office for Economic Analysis (GOEA). Under the direction of the State Budget Director, these Offices serve as staff to the Governor, the Governor's Chief of Staff, the Secretary of the Cabinet, and the Secretary of the Finance and Administration Cabinet.

The Governor's Office for Policy and Management (GOPM) prepares the Executive Budget, the Governor's overall financial plan for state government. The preparation of the budget includes the transmittal of information and necessary forms to state agencies, assisting those agencies in the preparation of their budget requests, analyzing the requests, and making recommendations to the Governor. Following enactment of the budget by the General Assembly, GOPM helps agencies implement the appropriations acts through their expenditures for program activities.

The Governor's Office for Policy Research (GOPR) performs research and analysis on public policy issues important to the Commonwealth.

The Governor's Office for Economic Analysis (GOEA) assists the State Budget Director and the Consensus Forecasting Group in providing timely and accurate estimates of General Fund and Road Fund receipts used to build and implement the Budget of the Commonwealth. On October 15th of each odd-numbered year, a preliminary detailed estimate of revenues for the next two fiscal years is presented to the head of the budgeting agency for each branch of state government. To inform the Governor and the General Assembly for the biennial budget process, an official estimate is made in December and presented along with the Governor's Executive Budget recommendation to the General Assembly.

Policy

The Executive Budget includes additional General Fund in the amount of \$142,700 in fiscal year 2021 and \$155,600 in fiscal year 2022 to fund cost increases associated with the actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$13,900 in fiscal year 2021 and \$46,900 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

**General Government
Homeland Security**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	255,200	2,275,500	2,116,700	265,500	268,400
Total General Fund	255,200	2,275,500	2,116,700	265,500	268,400
Restricted Funds					
Other		-1,216,100	-949,200		
Balance Forward	3,628,500	3,662,300	3,823,000	3,662,300	3,823,000
Current Receipts	1,395,600	2,022,300	1,921,400	1,522,500	1,522,500
Total Restricted Funds	5,024,100	4,468,500	4,795,200	5,184,800	5,345,500
Federal Fund					
Balance Forward	27,700				
Current Receipts	4,068,500	5,219,700	5,071,000	4,096,200	4,096,200
Total Federal Fund	4,096,200	5,219,700	5,071,000	4,096,200	4,096,200
Road Fund					
Regular Appropriation	312,000	317,300	320,100	321,600	324,900
Total Road Fund	312,000	317,300	320,100	321,600	324,900
TOTAL SOURCE OF FUNDS	9,687,500	12,281,000	12,303,000	9,868,100	10,035,000
EXPENDITURES BY CLASS					
Personnel Costs	1,880,300	3,521,400	3,543,700	2,199,100	2,232,300
Operating Expenses	895,500	1,597,200	1,486,200	581,600	554,600
Grants Loans Benefits	3,249,400	3,263,200	3,263,200	3,263,200	3,263,200
Capital Outlay		76,200	26,200	1,200	1,200
TOTAL EXPENDITURES	6,025,200	8,458,000	8,319,300	6,045,100	6,051,300
EXPENDITURES BY FUND SOURCE					
General Fund	255,200	2,275,500	2,116,700	265,500	268,400
Restricted Funds	1,361,800	645,500	811,500	1,361,800	1,361,800
Federal Fund	4,096,200	5,219,700	5,071,000	4,096,200	4,096,200
Road Fund	312,000	317,300	320,100	321,600	324,900
TOTAL EXPENDITURES	6,025,200	8,458,000	8,319,300	6,045,100	6,051,300
EXPENDITURES BY UNIT					
Office of Homeland Security	4,663,400	7,082,800	6,938,200	4,683,300	4,689,500
Law Enforcement Protection Program	519,300	519,300	519,300	519,300	519,300
Commerical Mobile Radio Service	842,500	855,900	861,800	842,500	842,500
TOTAL EXPENDITURES	6,025,200	8,458,000	8,319,300	6,045,100	6,051,300

The Kentucky Office of Homeland Security (KOHS), administratively attached to the Office of the Governor in accordance with KRS 39G.010, was created to coordinate efforts with public and private partners on issues affecting homeland security. KOHS focuses on preparing Kentucky for acts of terrorism. Although its primary role is to serve as the state's administrative liaison with the U.S. Department of Homeland Security, KOHS has initiated a comprehensive prevention-focused homeland security strategy to ensure Kentucky's communities, first responders and families have the resources and information necessary to prepare, respond, mitigate, and recover from acts of terrorism.

The Kentucky 911 Services Board is administratively attached to the Kentucky Office of Homeland Security pursuant to KRS 65.7623, and KOHS maintains responsibility and oversight of the Board's daily operations. The 911 Services Board collects more than \$30 million annually in 911 user fees from wireless prepaid, postpaid, and Lifeline subscribers of the approximately 35 telecommunication carriers providing wireless telephone service in Kentucky. These fees are used to fund operations and technology upgrades at Kentucky's 116 Board-certified 911 emergency call centers and to.

Policy

The Executive Budget includes additional General Fund in the amount of \$9,000 in fiscal year 2021 and \$10,100 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$600 in fiscal year 2021 and \$2,600 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

**General Government
Veterans' Affairs**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	25,810,200	40,326,500	40,978,000	27,182,800	27,710,700
Total General Fund	25,810,200	40,326,500	40,978,000	27,182,800	27,710,700
Restricted Funds					
Balance Forward	17,349,900	12,001,200	5,673,200	11,001,200	5,023,200
Current Receipts	60,344,100	62,615,900	64,161,800	62,615,900	64,161,800
Total Restricted Funds	77,694,000	74,617,100	69,835,000	73,617,100	69,185,000
TOTAL SOURCE OF FUNDS	103,504,200	114,943,600	110,813,000	100,799,900	96,895,700
EXPENDITURES BY CLASS					
Personnel Costs	69,161,700	87,266,700	88,745,500	74,158,000	75,203,100
Operating Expenses	13,386,200	14,493,600	14,411,000	13,548,600	13,536,800
Grants Loans Benefits	5,300,100	5,490,100	5,490,100	5,490,100	5,490,100
Debt Service				105,000	210,000
Capital Outlay	4,655,000	2,020,000	95,000	2,475,000	95,000
TOTAL EXPENDITURES	92,503,000	109,270,400	108,741,600	95,776,700	94,535,000
EXPENDITURES BY FUND SOURCE					
General Fund	25,810,200	40,326,500	40,978,000	27,182,800	27,710,700
Restricted Funds	66,692,800	68,943,900	67,763,600	68,593,900	66,824,300
TOTAL EXPENDITURES	92,503,000	109,270,400	108,741,600	95,776,700	94,535,000
EXPENDITURES BY UNIT					
Field Services and Cemeteries	7,853,900	11,281,400	11,697,700	7,688,500	7,792,400
Kentucky Veterans' Centers	84,649,100	97,989,000	97,043,900	88,088,200	86,742,600
TOTAL EXPENDITURES	92,503,000	109,270,400	108,741,600	95,776,700	94,535,000

The Kentucky Department of Veterans' Affairs (KDVA), established by KRS 40.300, assists over 295,000 Kentucky veterans and their families in applying for federal, state, and local veteran's benefits. Services include: benefits counseling and claims processing regarding the existence or availability of educational, training, and retraining facilities; health, medical rehabilitation, and housing services and facilities; employment and reemployment services; and provision of services under federal, state, and local laws affording rights, privileges, and benefits to eligible veterans and their dependents. These services are supported by a cooperative network of veterans' benefits field representatives, volunteers, and personal service contracts with major veterans' organizations.

Pursuant to KRS 40.325, the Office of Kentucky Veterans' Centers within the KDVA currently manages Kentucky's four state veterans' nursing homes, which serve the long-term nursing care needs of Kentucky's elderly veteran population.

The Thomson-Hood Veterans' Center, located in Wilmore in Jessamine County, is a 285-bed long-term nursing care facility specifically for Kentucky's elderly veteran population. The Eastern Kentucky Veterans' Center is a 120-bed facility located in Hazard (Perry County). The Western Kentucky Veterans' Center is a 120-bed facility in Hanson (Hopkins County). Both facilities opened in 2002 and include in-house physician care, nurse practitioners, 24-hour nursing staff, and staffing for a rehab therapy department, barbershop, library, gift shop, laundry facility, and a dietary department. In April 2013, KDVA opened a 36-bed expansion at the Western Kentucky Veterans' Center that utilizes the new "Community Living Concept" recently required by the federal Veterans' Administration. Three 12-bed buildings provide a more personalized care for its residents and brings the total capacity to 156 beds. In July 2017, a fourth 120-bed Veterans' Center, in Hardin County, opened utilizing the "Community Living Concept."

The KDVA is required by KRS 40.315 to establish and maintain Kentucky state veterans' cemeteries. The Kentucky Veterans' Cemetery-West is located on Highway 41A south of Hopkinsville. The Veterans' Cemetery-Central in Radcliff opened in June 2007. The Veterans' Cemetery-North near Williamstown opened in early fiscal year 2009. The Veterans' Cemetery-Northeast in Greenup County opened in the fall of 2010. The Veterans Cemetery-Southeast in Leslie County opened in April 2018. Each facility includes an administration building, a maintenance building with service area, committal facility, a columbarium, appropriate parking, road network, walking path and landscaping.

KRS 40.600 established the Women Veterans Program to ensure Kentucky women veterans have equitable access to federal and state veterans' services and benefits. KRS 40.350 established the Wounded or Disabled Veterans Program to assist wounded or disabled veterans in the transition from active service and ensure they receive the federal, state and private benefits to which they are entitled as wounded or disabled veterans.

Policy

The Executive Budget includes additional General Fund in the amount of \$1,057,300 in fiscal year 2021 and \$1,185,700 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$102,400 in fiscal year 2021 and \$332,700 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

The Executive Budget includes additional General Fund debt service in the amount of \$105,000 in fiscal year 2021 and \$210,000 in fiscal year 2022 to support new bonds for capital projects.

The Executive Budget includes Restricted Funds in the amount of \$240,000 each fiscal year for the Nurse Student Loan Repayment program to assist in recruitment and retention of nursing staff at the Veterans' Centers.

General Government
Governor's Office of Agricultural Policy

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
Tobacco Fund					
Tobacco Settlement - Phase I	38,379,300	38,379,300	38,379,300	34,594,800	34,968,800
Continuing Approp-Tob Settlement	24,801,800	18,824,500	12,061,600	18,773,500	11,989,100
Budget Reduction-Tobacco	-3,279,000				
Total Tobacco Fund	59,902,100	57,203,800	50,440,900	53,368,300	46,957,900
Restricted Funds					
Balance Forward	363,200	272,700	172,700	272,700	172,700
Current Receipts	9,500				
Total Restricted Funds	372,700	272,700	172,700	272,700	172,700
TOTAL SOURCE OF FUNDS	60,274,800	57,476,500	50,613,600	53,641,000	47,130,600
EXPENDITURES BY CLASS					
Personnel Costs	1,587,600	1,642,700	1,664,200	1,601,600	1,619,700
Operating Expenses	530,700	530,700	530,700	529,400	526,600
Grants Loans Benefits	31,110,300	37,141,300	37,241,300	33,348,200	33,806,900
Capital Outlay	8,000,000	6,000,000	5,000,000	6,000,000	5,000,000
TOTAL EXPENDITURES	41,228,600	45,314,700	44,436,200	41,479,200	40,953,200
EXPENDITURES BY FUND SOURCE					
Tobacco Fund	41,128,600	45,214,700	44,336,200	41,379,200	40,853,200
Restricted Funds	100,000	100,000	100,000	100,000	100,000
TOTAL EXPENDITURES	41,228,600	45,314,700	44,436,200	41,479,200	40,953,200
EXPENDITURES BY UNIT					
Governor's Office of Agricultural Policy	41,228,600	45,314,700	44,436,200	41,479,200	40,953,200
TOTAL EXPENDITURES	41,228,600	45,314,700	44,436,200	41,479,200	40,953,200

The Governor's Office of Agricultural Policy (GOAP) is the Governor's direct link to the Commonwealth's agricultural industry. The Kentucky Agricultural Development Board and the Kentucky Agricultural Finance Corporation are staffed by the employees in this Office. The Kentucky Agricultural Development Board hires an Executive Director to carry out the duties of the board, while also serving as the Executive Director of the Kentucky Agricultural Finance Corporation.

The Kentucky Agricultural Development Board, authorized in KRS 248.707, distributes funds received by the Commonwealth from the Tobacco Master Settlement Agreement (Phase I money). The Board invests in innovative proposals that increase net farm income and assists tobacco farmers and tobacco-impacted communities by stimulating markets, finding new ways to add value to existing products, and promoting diversification of Kentucky's agricultural economy.

The Agricultural Development Board has sixteen members, described in KRS 248.707(2). They are the Governor, Commissioner of Agriculture, Secretary of the Cabinet for Economic Development, Director of the University of Kentucky Cooperative Extension Service and President of Kentucky State University, along with eleven members appointed by the Governor to staggered terms. Those appointees include representatives of the Kentucky Farm Bureau, the Kentucky Chamber of Commerce, an attorney, an agricultural lender, and seven active farmers. The Governor serves as Chair and the Commissioner of Agriculture serves as Vice- Chair of the board.

Pursuant to KRS 248.703 half of Kentucky's tobacco settlement receipts are allocated to the Agricultural Development Fund. That amount is further divided between a counties account for county level grants and a state account for investments that have a regional or statewide purpose. From the state account, the General Assembly has appropriated debt service for bonds to support farmland preservation and safe drinking water, water and sewer infrastructure projects, livestock diagnostic lab design and construction, improvements to 4-H camps and FFA Leadership Center, and funding for land conservation programs. A portion of funds received into the Agriculture Development Fund are allocated for projects at the county level. The specific funding level of a county is dependent upon its tobacco-production dependency in relation to other counties within the state as described in KRS 248.703(3). One hundred and eighteen of Kentucky's

120 counties receive a portion of county allocation. Each county has a council of local agriculture leaders who consider applications for grants from the county's share of funds and prioritizes them for the Agricultural Development Board, which has the final grant authority for each county's funds. The Board has developed several programs in which counties may participate. Funds are provided as matching grants.

In addition to their work with the Kentucky Agricultural Development Fund, personnel at GOAP provide staffing for the Kentucky Agricultural Finance Corporation. The Kentucky Agricultural Finance Corporation is a de jure municipal corporation created in KRS 247.944 to provide access to capital for farmers and other agricultural enterprises. The mission of the Corporation board is to strengthen Kentucky agriculture by providing access to low interest loan programs through joint partnerships with local lending institutions. K AFC assists beginning farmers, farm families, and agribusinesses obtain the necessary capital to establish, maintain, or expand their agricultural operation. The Commissioner of the Kentucky Department of Agriculture serves as the Chair and the Secretary of the Finance Cabinet serves as another statutory member. The Governor appoints the remaining ten board members who represent various agricultural sectors.

**General Government
Kentucky Infrastructure Authority**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,140,800	4,364,800	2,227,800	1,513,700	2,199,900
Total General Fund	1,140,800	4,364,800	2,227,800	1,513,700	2,199,900
Restricted Funds					
Balance Forward	481,600				
Non-Revenue Receipts	33,242,600	33,714,000	33,934,500	33,100,900	33,118,800
Total Restricted Funds	33,724,200	33,714,000	33,934,500	33,100,900	33,118,800
Federal Fund					
Current Receipts	29,381,900	42,638,900	33,226,500	29,381,900	29,381,900
Total Federal Fund	29,381,900	42,638,900	33,226,500	29,381,900	29,381,900
TOTAL SOURCE OF FUNDS	64,246,900	80,717,700	69,388,800	63,996,500	64,700,600
EXPENDITURES BY CLASS					
Personnel Costs	2,834,000	3,398,700	3,601,300	2,918,900	2,945,400
Operating Expenses	378,600	285,300	303,200	164,900	160,500
Grants Loans Benefits	31,004,300	43,779,700	34,367,300	30,522,700	30,522,700
Debt Service	30,030,000	33,254,000	31,117,000	30,390,000	31,072,000
TOTAL EXPENDITURES	64,246,900	80,717,700	69,388,800	63,996,500	64,700,600
EXPENDITURES BY FUND SOURCE					
General Fund	1,140,800	4,364,800	2,227,800	1,513,700	2,199,900
Restricted Funds	33,724,200	33,714,000	33,934,500	33,100,900	33,118,800
Federal Fund	29,381,900	42,638,900	33,226,500	29,381,900	29,381,900
TOTAL EXPENDITURES	64,246,900	80,717,700	69,388,800	63,996,500	64,700,600
EXPENDITURES BY UNIT					
Kentucky Infrastructure Authority	64,246,900	80,717,700	69,388,800	63,996,500	64,700,600
TOTAL EXPENDITURES	64,246,900	80,717,700	69,388,800	63,996,500	64,700,600

The Kentucky Infrastructure Authority (KIA) pursuant to KRS Chapter 224A funds the acquisition and construction of infrastructure projects as defined in KRS 224A.011(16) and the remediation of property owned by governmental agencies. The Authority also coordinates regional infrastructure planning to promote higher levels of technical, managerial and financial capacity of water based utilities. The Authority with the assistance of the Area Development Districts coordinates water and wastewater planning by the Area Water Management Councils. The Councils establish water planning areas, develop and maintain the regional water management plan and identify and prioritize water and wastewater projects. The Authority is administratively attached to the Department for Local Government.

The agency is authorized to issues notes and bonds to provide infrastructure financing for governmental agencies and to a limited extent investor-owned private utilities. The provisions of KRS 224A.165 dictate certain limits on the amount of notes and bonds the Authority can have outstanding. The purpose of the loans is to assist in financing the construction of infrastructure projects. The Authority also provides grants and subsidized loan incentives.

The following provides a description of the Authority's programs:

Fund A Wastewater Revolving Loan Program – Local wastewater treatment facilities that qualify under the U.S. Environmental Protection Agency (EPA) standards are financed through this program. Jointly administered by the Authority and the Kentucky Division of Water in the Energy and Environment Cabinet, loans are provided to governmental agencies at below-market interest rates.

Fund B Revolving Loan/Grant Program – Loans are made to governmental entities that are unable to wholly finance a project through other public grant or loan programs, through commercial credit at reasonable rates, or from their own resources. The loans are offered at or below market interest rates for a term not to exceed 30 years. Grants are available, but are reserved for borrowers facing both a financial hardship and an extreme health hazard.

Fund B 2020 Program – This fund provides financing primarily for, but not limited to, water service projects. The fund promotes the merger and consolidation of systems, and encourages the increased financial, managerial, and technical capacity of systems to provide service.

Fund C Governmental Agencies Program – This program provides local governmental agencies access to funding at better terms than could be obtained on an independent basis. Loans are available at terms of up to thirty years for any eligible infrastructure project owned by governmental entities in the Commonwealth. The loans may be used to fund totally a construction project or they can be used to supplement grants or cash contributions.

Fund F Drinking Water Revolving Loan Fund – This fund was established to assist in financing local drinking water treatment and distribution facilities that qualify under EPA requirements. Projects must be recommended by the Kentucky Division of Water in the Energy and Environment Cabinet from the Project Priority List and must be financially feasible as determined by KIA staff.

Coal Development and Tobacco Development Funds – These funds were created by the 2003 Regular Session of the General Assembly to support various water and sewer projects in Coal Producing and Tobacco Producing Counties. The Authority coordinates the process of implementation and provides project administration for the projects funded in these programs.

Infrastructure for Economic Development Funds – These funds were authorized by the 2005, 2006 and 2008 General Assembly for an array of water and sewer projects included in the Commonwealth budget by specific designation. The Authority coordinates the implementation process and provides project administration for the projects funded in these programs.

Local Government Economic Development Fund – (Coal Severance Tax Projects) – These funds were authorized by the 2008, 2010 and 2012 General Assembly from the respective single county fund for projects in coal-producing counties. The Authority coordinates the process of implementation and provides project administration for the water and sewer related projects funded in this program. The program is administered jointly with the Department for Local Government.

Policy

The Executive Budget includes additional General Fund in the amount of \$11,500 in fiscal year 2021 and \$12,500 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$1,200 in fiscal year 2021 and \$3,900 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

Included in the General Fund appropriation is \$170,000 in fiscal year 2020-2021 and \$510,000 in fiscal year 2021-2022 for debt service to support \$8,172,000 in bonds to match an estimated \$48,856,000 in Federal Funds for the Federally Assisted Wastewater Revolving Loan Fund program (Fund A).

Included in the General Fund appropriation is \$190,000 in fiscal year 2020-2021 and \$532,000 in fiscal year 2021-2022 for debt service to support \$8,222,000 in bonds to match an estimated \$36,606,000 in Federal Funds for the Safe Drinking Water State Revolving Loan Fund program (Fund F).

Included in the capital budget is authorization for the Kentucky Infrastructure Authority to expend loan repayment receipts on deposit at the trustee bank to support Agency Leverage Bonds for the Wastewater Revolving Loan program (Fund A) and the Safe Drinking Water Revolving Loan program (Fund F).

General Government

Military Affairs

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	15,155,400	18,785,100	18,947,000	15,347,600	15,473,500
Total General Fund	15,155,400	18,785,100	18,947,000	15,347,600	15,473,500
Restricted Funds					
Balance Forward	21,982,400	22,677,100	23,332,000	22,677,100	23,332,000
Current Receipts	41,270,000	52,098,700	52,307,800	41,270,000	41,270,000
Non-Revenue Receipts	-1,932,800	-1,970,400	-3,448,000	-1,972,600	-3,451,300
Total Restricted Funds	61,319,600	72,805,400	72,191,800	61,974,500	61,150,700
Federal Fund					
Balance Forward	-8,116,800				
Current Receipts	94,446,700	100,151,800	100,434,600	86,329,900	86,329,900
Total Federal Fund	86,329,900	100,151,800	100,434,600	86,329,900	86,329,900
TOTAL SOURCE OF FUNDS	162,804,900	191,742,300	191,573,400	163,652,000	162,954,100
EXPENDITURES BY CLASS					
Personnel Costs	47,406,500	50,708,300	51,248,600	49,402,600	50,015,700
Operating Expenses	29,361,200	47,809,300	47,916,400	27,578,000	27,083,300
Grants Loans Benefits	54,063,700	54,043,000	54,050,500	54,043,000	54,050,500
Debt Service	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000
Capital Outlay	7,696,400	14,249,700	14,249,700	7,696,400	7,696,400
TOTAL EXPENDITURES	140,127,800	168,410,300	169,065,200	140,320,000	140,445,900
EXPENDITURES BY FUND SOURCE					
General Fund	15,155,400	18,785,100	18,947,000	15,347,600	15,473,500
Restricted Funds	38,642,500	49,473,400	49,683,600	38,642,500	38,642,500
Federal Fund	86,329,900	100,151,800	100,434,600	86,329,900	86,329,900
TOTAL EXPENDITURES	140,127,800	168,410,300	169,065,200	140,320,000	140,445,900
EXPENDITURES BY UNIT					
Statutory State Operations	30,705,200	47,564,200	47,841,300	30,847,900	30,945,900
Emergency Management	63,933,900	64,102,100	64,183,400	64,047,100	64,062,800
National Guard Operations	171,500	371,500	371,500		
Emergency & Public Safety Operations	2,250,000	2,220,600	2,220,600	2,309,800	2,318,000
Bluegrass Station	13,578,600	15,079,600	15,129,100	13,578,600	13,578,600
Central Clothing Distribution	21,374,000	30,722,400	30,882,000	21,394,700	21,394,700
Federal & Grant Operations	8,114,600	8,349,900	8,437,300	8,141,900	8,145,900
TOTAL EXPENDITURES	140,127,800	168,410,300	169,065,200	140,320,000	140,445,900

The Department of Military Affairs is responsible for all military matters and disaster and emergency service coordination in the Commonwealth. The Governor is constitutional Commander-in-Chief of the Kentucky National Guard and appoints the Adjutant General. The Adjutant General commands the Kentucky National Guard and directs and coordinates all programs in the Department.

Units of the Kentucky National Guard may be called to duty by the Governor in the event of civil strife or disorder or the occurrence of natural or man-made disasters. The Department has the responsibility for organizing, equipping, training, and housing these units.

Pursuant to KRS 36.010 and KRS 36.255, the Department consists of the following organizational units: The Division of Emergency Management; the Office of Kentucky Community Crisis Response; and the Office of Management and Administration, which contains the Division of Administrative Services, Division of Facilities, Logistics Operations Division, Bluegrass Station Division, and the Youth Challenge Program.

The Division of Emergency Management is responsible for all aspects of emergency management including planning, assessment, mitigation, response, and recovery in the Commonwealth. The Division works with local emergency management programs to maintain a coordinated program and operates field offices across the state. The Emergency Operations Center in Frankfort is the hub for coordination during an emergency and is operated by the Division. The Center operates on a twenty-four hour basis and serves as a warning point, communications and command center.

The Kentucky Community Crisis Response Board oversees the delivery of crisis response services including consultation, risk assessment, referral, and on site crisis intervention services to persons impacted by an emergency or disaster.

The Division of Facilities is responsible for maintaining nearly 50 armories across the state as well as the facilities at Wendell H. Ford Regional Training Center in Muhlenberg County, the Emergency Operations Center in Frankfort, and various other facilities statewide.

The Department also operates Bluegrass Station in Fayette County, formerly the AVON Army Depot. The property was acquired by the Commonwealth in 1989 under the Base Re-alignment and Closure Act. This 780 acre facility includes more than 2.4 million square feet and houses 28 tenants that employ over 2,800 Kentuckians. Estimated economic impact of Bluegrass Station exceeds \$248,000,000 per fiscal year. Bluegrass Station is also home to the Logistic Operations Division's Central Clothing Distribution Facility which employs over 200 employees that are responsible for the complete supply chain management and logistics for clothing to all military units of the Army National Guard, Air National Guard, U.S. Marine Corps Reserve and the U.S. Navy Reserve.

The Youth Challenge Program is a 22-week residential development and training program for youth between 16 – 18 years of age who are high school dropouts, drug-free, unemployed and free of serious involvement in the criminal justice system. The program is operated by the Kentucky National Guard and is located in Hardin and Harlan Counties.

Policy

The Executive Budget includes additional General Fund in the amount of \$4,500,000 in each fiscal year for Emergency and Public Safety costs that were previously considered a necessary government expense. Expenses that exceed this amount will be considered a necessary government expense and shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705).

The Executive Budget includes additional General Fund in the amount of \$332,800 in fiscal year 2021 and \$363,600 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$33,100 in fiscal year 2021 and \$112,800 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

**General Government
Commission on Human Rights**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,005,600	2,643,700	2,666,700	2,309,200	2,342,600
Total General Fund	2,005,600	2,643,700	2,666,700	2,309,200	2,342,600
Restricted Funds					
Balance Forward	5,700	5,700	5,700	5,700	5,700
Current Receipts	10,000	10,000	10,000	10,000	10,000
Total Restricted Funds	15,700	15,700	15,700	15,700	15,700
Federal Fund					
Balance Forward	287,600	287,600	287,600	287,600	287,600
Current Receipts	245,000	245,000	245,000	245,000	245,000
Total Federal Fund	532,600	532,600	532,600	532,600	532,600
TOTAL SOURCE OF FUNDS	2,553,900	3,192,000	3,215,000	2,857,500	2,890,900
EXPENDITURES BY CLASS					
Personnel Costs	1,931,100	2,634,100	2,660,100	2,301,700	2,336,600
Operating Expenses	329,500	264,600	261,600	262,500	261,000
TOTAL EXPENDITURES	2,260,600	2,898,700	2,921,700	2,564,200	2,597,600
EXPENDITURES BY FUND SOURCE					
General Fund	2,005,600	2,643,700	2,666,700	2,309,200	2,342,600
Restricted Funds	10,000	10,000	10,000	10,000	10,000
Federal Fund	245,000	245,000	245,000	245,000	245,000
TOTAL EXPENDITURES	2,260,600	2,898,700	2,921,700	2,564,200	2,597,600
EXPENDITURES BY UNIT					
General Administration and Support	817,400	1,273,000	1,276,200	1,055,700	1,066,300
Enforcement Branch	585,000	696,900	704,400	610,400	619,300
Research and Information	408,500	464,500	470,400	426,700	433,500
Legal Affairs	449,700	464,300	470,700	471,400	478,500
TOTAL EXPENDITURES	2,260,600	2,898,700	2,921,700	2,564,200	2,597,600

The Kentucky Commission on Human Rights is the sole state civil rights enforcement agency in Kentucky, and is charged to "...safeguard all individuals within the state from discrimination." Pursuant to KRS Chapter 344, the Commission investigates, litigates, and administratively decides complaints of discrimination in the areas of employment, public accommodation, housing, and credit based on race, religion, national origin, age, disability, sex, smoking in employment, and familial status for housing decisions. The Commission has four service units: General Administration and Support, Enforcement, Research and Information, and Legal Affairs.

General Administration and Support performs personnel and fiscal activities and serves as a liaison with the Governor's Office, legislators, and other agencies in state government. This unit is responsible for development of internal policy directives and legislative initiatives.

The Enforcement Branch consists of two sections: Employment/Public Accommodations and Housing. Employees assigned to these sections receive, investigate, and conciliate complaints of discrimination in the areas of employment, public accommodation, credit transactions, and housing.

The Research and Information Branch provides technical assistance and education to local citizen groups, employers, public accommodations staff, educational institutions, local human rights commissions, and government officials. The staff conducts seminars and workshops on sexual harassment, the Kentucky Civil Rights Act, cultural diversity, and the Americans with Disabilities Act.

The Legal Affairs Branch litigates discrimination cases before administrative hearing officers, provides legal advice to inquiries, sworn complaints, and file closures. The legal staff takes depositions of witnesses, prepares legal briefs and appeals, and serves as in-house counsel.

Policy

The Executive Budget includes additional General Fund in the amount of \$86,700 in fiscal year 2021 and \$97,300 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$6,500 in fiscal year 2021 and \$25,300 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

The Executive Budget includes additional General Fund in the amount of \$200,000 in each fiscal year to reinvest in human rights, which has been hampered by both state funding cuts and a loss of federal dollars.

**General Government
Commission on Women**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation				357,500	357,500
Total General Fund				357,500	357,500
TOTAL SOURCE OF FUNDS					
				357,500	357,500
EXPENDITURES BY CLASS					
Personnel Costs				308,100	308,100
Operating Expenses				49,400	49,400
TOTAL EXPENDITURES				357,500	357,500
EXPENDITURES BY FUND SOURCE					
General Fund				357,500	357,500
TOTAL EXPENDITURES				357,500	357,500
EXPENDITURES BY UNIT					
Commission on Women				357,500	357,500
TOTAL EXPENDITURES				357,500	357,500

The Kentucky Commission on Women (KCW), authorized in KRS 344.510, consults with and advises the Governor and the agencies, departments, boards and commissions of the state and local and municipal governments on matters pertaining to, and of interest to women. The KCW promotes, encourages, and provides advisory assistance in the establishment of local volunteer community improvement programs for, and of interest to women. The KCW conducts programs, studies, seminars, and conferences, and encourages state and local women's business, professional, and civic organizations to do likewise, to educate the public to the problems of women. The KCW cooperates with the federal government and with the governments of other states in programs relating to women.

The KCW maintains and provides a clearinghouse for information and referrals on a variety of issues affecting women, and may serve as a resource for the executive branch on various legislative matters pertaining to women.

The KCW maintains the watercolor Kentucky Women Remembered Exhibit in the West Wing of the Capitol. The KCW staff coordinates statewide collaborative efforts in order to communicate to the executive branch the challenges and resources that exist for Kentucky women.

Policy

The Executive Budget includes General Fund in the amount of \$357,500 in fiscal year 2021 and \$357,500 in fiscal year 2022 to reinstate the Kentucky Commission on Women.

General Government
Department for Local Government

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	9,326,700	2,170,700	2,240,000	10,629,700	10,711,900
Total General Fund	9,326,700	2,170,700	2,240,000	10,629,700	10,711,900
Restricted Funds					
Balance Forward	2,545,100	2,426,000	2,306,900	2,426,000	2,306,900
Current Receipts	769,600	776,100	778,900	769,600	769,600
Total Restricted Funds	3,314,700	3,202,100	3,085,800	3,195,600	3,076,500
Federal Fund					
Balance Forward	-460,700				
Current Receipts	30,188,200	29,787,000	29,792,900	46,227,500	46,227,500
Total Federal Fund	29,727,500	29,787,000	29,792,900	46,227,500	46,227,500
TOTAL SOURCE OF FUNDS	42,368,900	35,159,800	35,118,700	60,052,800	60,015,900
EXPENDITURES BY CLASS					
Personnel Costs	4,906,700	5,086,400	5,153,200	7,281,200	7,387,800
Operating Expenses	2,154,600	2,451,000	2,462,000	1,149,200	1,124,600
Grants Loans Benefits	32,881,600	32,815,500	32,815,700	49,315,500	49,315,700
TOTAL EXPENDITURES	39,942,900	40,352,900	40,430,900	57,745,900	57,828,100
EXPENDITURES BY FUND SOURCE					
General Fund	9,326,700	9,670,700	9,740,000	10,629,700	10,711,900
Restricted Funds	888,700	895,200	898,000	888,700	888,700
Federal Fund	29,727,500	29,787,000	29,792,900	46,227,500	46,227,500
TOTAL EXPENDITURES	39,942,900	40,352,900	40,430,900	57,745,900	57,828,100
EXPENDITURES BY UNIT					
Operations	7,717,200	7,600,300	7,666,600	8,542,200	8,579,800
Grants	32,225,700	32,752,600	32,764,300	49,203,700	49,248,300
TOTAL EXPENDITURES	39,942,900	40,352,900	40,430,900	57,745,900	57,828,100

The Department for Local Government (DLG), pursuant to KRS 147A.002, is an independent agency attached to the Office of the Governor. As the liaison between the Governor and local units of government, DLG coordinates and resolves local government issues and concerns, and administers grants-in-aid.

The Commissioner's Office formulates policy that governs programs administered by the Department. The office also serves as a liaison with state and federal agencies that deal with each of the Kentucky's 120 counties, 420 cities, 1500 special districts and the 15 Area Development Districts.

The Federal Grants Office administers the Community Development Block Grant program for small cities, the Neighborhood Stabilization program, the Land and Water Conservation Fund and the Kentucky Recreational Trails program. Moreover, the Office develops and conducts training programs for local governments across the Commonwealth in conjunction with other governmental agencies, associations and the Area Development Districts. It maintains the Commonwealth's Clearinghouse for all federal grants and administers the Joint Funding Agreement and Appalachian Regional Commission grants.

The Flood Control program also is administered by the Federal Grants Office. In partnership with federal and local agencies, the matching program lessens flood damage losses by providing structural and nonstructural assistance to Kentucky communities. The Fund ensures that matching funds required by the U.S. Army Corp of Engineers, Federal Emergency Management Agency, and Natural Resources Conservation Service are available for vital projects. The program provides matching dollars for federal grants for straight sewage pipe removal projects funded by the Personal Responsibility in a Desirable Environment program.

The Field Services Office makes state government more accessible to citizens of the Commonwealth. Field service representatives travel throughout the Commonwealth of Kentucky and answer citizens' questions, resolve problems, and aid local government officials with their government duties.

The Office of Financial Management and Administrative Services provides agency administrative support. It has responsibility for personnel administration, payroll, purchasing, library management, accounting, and budgeting for the entire agency. The Office provides information technology support for the Department and to local government units.

Within the Office of Financial Management and Administrative Services are the:

- **Counties Branch:** Relates to the statutory obligations of the State Local Finance Officer and the State Local Debt Officer. The branch annually certifies property tax rates for counties, Local Officials training hours, and the annual cost of living adjustment for all constitutional officers.
- **Cities and Special Districts Branch:** Provides technical assistance to cities and special districts throughout the Commonwealth so that those municipalities can meet their statutory obligations on ethics ordinances, audits, budgets, Uniform Financial Information Reports (UFIRs), annexations, etc. Additionally, all Special Purpose Governmental Entity reporting is processed through the Branch.

The Office of State Grants promotes economic development in Kentucky's localities. It is responsible for financial management, accounting, and fund allocation and reporting of the Local Government Economic Development Fund (LGEDF) which contains the Local Government Economic Development Program (LGEDP) and the Local Government Economic Assistance Fund (LGEAF) The agency also reviews and approves LGEDF statutory grant applications. In addition, the Office of State Grants oversees additional programs assigned by the General Assembly through the budget and as requested by other State agencies.

Policy

The Executive Budget includes additional General Fund in the amount of \$219,000 in fiscal year 2021 and \$252,200 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$23,600 in fiscal year 2021 and \$68,200 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

The Executive Budget includes additional General fund in the amount of \$1,000,000 in each fiscal year to fund grants to local governments equal pay audits.

General Government

Local Government Economic Assistance Fund

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	22,825,700	22,825,700	22,825,700	35,275,200	29,583,300
Continuing Approp-General Fund	15,136,500				
Other	662,000				
Total General Fund	38,624,200	22,825,700	22,825,700	35,275,200	29,583,300
TOTAL SOURCE OF FUNDS	38,624,200	22,825,700	22,825,700	35,275,200	29,583,300
EXPENDITURES BY CLASS					
Grants Loans Benefits	38,624,200	22,825,700	22,825,700	35,275,200	29,583,300
TOTAL EXPENDITURES	38,624,200	22,825,700	22,825,700	35,275,200	29,583,300
EXPENDITURES BY FUND SOURCE					
General Fund	38,624,200	22,825,700	22,825,700	35,275,200	29,583,300
TOTAL EXPENDITURES	38,624,200	22,825,700	22,825,700	35,275,200	29,583,300
EXPENDITURES BY UNIT					
County Coal Severance	24,153,600	10,235,400	10,235,400	15,837,700	13,276,400
Cities Coal Severance	2,685,000	1,135,700	1,135,700	1,758,200	1,473,500
County Mineral Severance	10,607,000	10,309,100	10,309,100	15,911,400	13,350,100
Cities Mineral Severance	1,178,600	1,145,500	1,145,500	1,767,900	1,483,300
TOTAL EXPENDITURES	38,624,200	22,825,700	22,825,700	35,275,200	29,583,300

The Local Government Economic Assistance Fund (LGEAF) in KRS 42.450-42.495 is a revenue sharing program that was created by the 1980 Regular Session of the General Assembly to return a portion of the coal and minerals severance taxes to local governments in areas where the minerals were extracted. These funds are used by those communities to strengthen and “to improve the environment for new industry and to improve the quality of life of the residents.” Counties that contain industries involved in the production of coal or minerals such as natural gas, oil, and stone and incorporated cities within those counties are eligible to receive LGEAF payments. Likewise, counties and their cities affected by the transportation of coal are eligible to receive a portion of the returned severance taxes.

The LGEAF coal severance tax program currently returns funds to an estimated 48 counties and approximately 128 cities at the end of each fiscal quarter. Kentucky statute that directs 15 percent of the coal severance tax receipts to the LGEAF be distributed to local governments. Quarterly allocations are made to localities according to such criteria as population, income, the amount and distance coal is transported over local areas, and coal severance taxes collected from producers in the county.

Additionally, the LGEAF minerals severance tax program currently returns funds to an estimated 99 counties and approximately 250 cities at the end of each fiscal quarter. Kentucky law directs 50 percent of the other mineral tax receipts (oil, natural gas, and other minerals) to the LGEAF for distribution to local governments. Quarterly allocations are made to localities according to taxes collected from producers in the county.

KRS 42.455(2)(3)(4) governs the allowable uses of LGEAF funds and specifically prohibits the expenditure of LGEAF for the expenses related to the administration of government. Kentucky statute directs that coal “impact” counties must expend 100 percent of funds in the transportation category in accordance with KRS 42.470(1)(c), and that thirty percent of all funds given to coal “producer” counties must be expended on the county coal haul road system.

- Public safety, including law enforcement, fire protection, ambulance service and other related services,
- Environmental protection, including sewage disposal, sanitation, solid waste and other related programs,
- Public transportation, including mass transit systems, streets and roads,
- Health,
- Recreation,
- Libraries and educational facilities,
- Services for the poor, aged, and handicapped,
- Industrial and economic development,
- Vocational education; and
- Workforce.

Policy

After covering debt service for coal county projects from past budgets and the administration of the program by Kentucky Infrastructure Authority and the Department for Local Government, all of the remaining coal severance tax revenues are directed to the Local Government Economic Assistance Fund.

General Government					
Local Government Economic Development Fund					
	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	13,570,500	13,570,500	13,570,500		
Total General Fund	13,570,500	13,570,500	13,570,500		
TOTAL SOURCE OF FUNDS	13,570,500	13,570,500	13,570,500		
EXPENDITURES BY CLASS					
Grants Loans Benefits	13,570,500	13,570,500	13,570,500		
TOTAL EXPENDITURES	13,570,500	13,570,500	13,570,500		
EXPENDITURES BY FUND SOURCE					
General Fund	13,570,500	13,570,500	13,570,500		
TOTAL EXPENDITURES	13,570,500	13,570,500	13,570,500		
EXPENDITURES BY UNIT					
Economic Development Fund	13,570,500	13,570,500	13,570,500		
TOTAL EXPENDITURES	13,570,500	13,570,500	13,570,500		

The Local Government Economic Development Fund (LGEDF) is a revenue-sharing program that was created by the 1992 General Assembly to provide coal-producing counties with a means to diversify their economies. The governing statutes that have directed specific percentage shares of General Fund coal severance tax revenues to coal-producing counties have been suspended in the 2020-2022 budget.

Policy

After covering debt service for coal county projects from past budgets and the administration of the program by Kentucky Infrastructure Authority and the Department for Local Government, all of the remaining coal severance tax revenues are directed to the Local Government Economic Assistance Fund.

Severance Tax Dedicated Programs 2020-2022 Biennium
Using Consensus Forecast Estimate

	FY 2020 Revised	FY 2021 Estimate	FY 2022 Estimate
Coal Severance Tax Resources			
Coal Severance Tax	69,819,500	46,186,400	39,145,700
<i>Less: KIA LGEDF Admin cost</i>	(370,000)	(370,000)	(370,000)
<i>Less: DLG LGEDF Admin cost</i>	(669,700)	(669,700)	(669,700)
<i>Less: Debt Service</i>	(27,456,700)	(26,210,600)	(24,784,800)
Total coal severance tax resources to be distributed	41,323,100	18,936,100	13,321,200
Local Government Economic Assistance Fund (LGEAF) Total Funds			
Coal Severance Tax Revenue (15%-FY 20), (100%-FY21 & 22)	6,198,500	18,936,100	13,321,200
Other Mineral Severance Tax Revenue	16,646,300	16,339,100	16,262,100
Transfer from LGEDF	642,900	-	-
Total LGEAF enacted	23,487,700	35,275,200	29,583,300
Local Government Economic Development Fund (LGEDF)			
Coal Severance Tax Revenue	7,500,000	-	-
Fund transfer from Ky Coal Fields Endowment Fund	7,563,400	-	-
<i>Less: Operation Unite</i>	(500,000)	-	-
<i>Less: Mining Engineering Scholarships</i>	(350,000)	-	-
<i>Less: Transfer to LGEAF</i>	(642,900)	-	-
Total LGEDF for County Distribution	13,570,500	-	-

General Government
Local Government Regional Development Agency Assistance Fund

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
Restricted Funds					
Current Receipts		6,000,000	6,000,000		
Non-Revenue Receipts				6,000,000	6,000,000
Total Restricted Funds		6,000,000	6,000,000	6,000,000	6,000,000
TOTAL SOURCE OF FUNDS		6,000,000	6,000,000	6,000,000	6,000,000
EXPENDITURES BY CLASS					
Personnel Costs		6,000,000	6,000,000	6,000,000	6,000,000
TOTAL EXPENDITURES		6,000,000	6,000,000	6,000,000	6,000,000
EXPENDITURES BY FUND SOURCE					
Restricted Funds		6,000,000	6,000,000	6,000,000	6,000,000
TOTAL EXPENDITURES		6,000,000	6,000,000	6,000,000	6,000,000
EXPENDITURES BY UNIT					
Regional Development Agency Assistance Fund		6,000,000	6,000,000	6,000,000	6,000,000
TOTAL EXPENDITURES		6,000,000	6,000,000	6,000,000	6,000,000

The 2018 General Assembly enacted House Bill (HB) 114, which amended KRS 96.895, created KRS 96.905, and established the Regional Development Agency Assistance Program (RDAAP) and established the Regional Development Agency Assistance Fund in the State Treasury.

The Regional Development Agency Assistance Fund is administered by the Department for Local Government for the purpose of providing funding to agencies that are designated to receive funding in a given fiscal year by the fiscal court of each fund-eligible county through the Regional Development Agency Assistance Fund.

In Fiscal Year 2020, there is a total of \$4,000,000 available for this Program to be allocated among the eligible counties. The funds will be distributed to Industrial Development Authorities (IDAs) established under KRS 154.50-301 to 154.50-346. Funds must be used for economic development and job creation activities pursuant to KRS 96.905 (2). In Fiscal Year 2021, and each subsequent fiscal year, there will be a total of \$6,000,000 available for this program to be allocated among the eligible counties.

Pursuant to KRS 96.905(2), funds obtained under RDAAP shall be used for: Economic development and job creation activities that the agency is empowered to undertake in that county; acquiring federal, state, or private matching funds to the extent possible; and debt service for approved projects. Grants obtained under this program shall not be used for salaries or consulting fees.

**General Government
Executive Branch Ethics Commission**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	555,700	693,200	703,300	590,900	603,300
Total General Fund	555,700	693,200	703,300	590,900	603,300
Restricted Funds					
Balance Forward	194,400	124,400	100,000	124,400	116,400
Current Receipts	350,000	412,000	412,000	412,000	412,000
Total Restricted Funds	544,400	536,400	512,000	536,400	528,400
TOTAL SOURCE OF FUNDS	1,100,100	1,229,600	1,215,300	1,127,300	1,131,700
EXPENDITURES BY CLASS					
Personnel Costs	862,600	1,014,100	1,024,300	901,800	914,300
Operating Expenses	113,100	115,500	115,400	109,100	109,000
TOTAL EXPENDITURES	975,700	1,129,600	1,139,700	1,010,900	1,023,300
EXPENDITURES BY FUND SOURCE					
General Fund	555,700	693,200	703,300	590,900	603,300
Restricted Funds	420,000	436,400	436,400	420,000	420,000
TOTAL EXPENDITURES	975,700	1,129,600	1,139,700	1,010,900	1,023,300
EXPENDITURES BY UNIT					
Executive Branch Ethics Commission	975,700	1,129,600	1,139,700	1,010,900	1,023,300
TOTAL EXPENDITURES	975,700	1,129,600	1,139,700	1,010,900	1,023,300

In accordance with KRS 11A, the Executive Branch Ethics Commission is responsible for reviewing the personal financial interests of the constitutional officers and management personnel in state government in order to prevent conflicts of interest. Additionally, the Commission issues advisory opinions with regard to ethical conduct, investigates and enforces possible violations of the Code, and provides a registration mechanism for executive agency lobbyists.

Policy

The Executive Budget includes additional General Fund in the amount of \$30,400 in fiscal year 2021 and \$33,200 in fiscal year 2022 to fund the cost increases of the actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$3,200 in fiscal year 2021 and \$11,400 in fiscal year 2022 to fund the cost increases associated with providing a 1% increment each year.

**General Government
Secretary of State**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,252,500	2,311,100	2,338,700	2,418,700	2,461,600
Total General Fund	2,252,500	2,311,100	2,338,700	2,418,700	2,461,600
Restricted Funds					
Balance Forward	7,924,400	8,031,600	8,685,900	7,659,100	6,773,600
Current Receipts	3,915,900	3,830,800	3,979,800	3,795,700	3,929,200
Fund Transfers	-1,500,000	-460,200	-558,600	-2,000,000	-2,000,000
Total Restricted Funds	10,340,300	11,402,200	12,107,100	9,454,800	8,702,800
Federal Fund					
Current Receipts	221,400	221,400	221,400	221,400	221,400
Total Federal Fund	221,400	221,400	221,400	221,400	221,400
TOTAL SOURCE OF FUNDS	12,814,200	13,934,700	14,667,200	12,094,900	11,385,800
EXPENDITURES BY CLASS					
Personnel Costs	3,903,700	4,041,200	4,081,500	4,094,400	4,139,800
Operating Expenses	1,211,400	1,153,600	1,156,400	1,172,900	1,170,400
Capital Outlay	40,000	54,000	54,000	54,000	54,000
TOTAL EXPENDITURES	5,155,100	5,248,800	5,291,900	5,321,300	5,364,200
EXPENDITURES BY FUND SOURCE					
General Fund	2,252,500	2,311,100	2,338,700	2,418,700	2,461,600
Restricted Funds	2,681,200	2,716,300	2,731,800	2,681,200	2,681,200
Federal Fund	221,400	221,400	221,400	221,400	221,400
TOTAL EXPENDITURES	5,155,100	5,248,800	5,291,900	5,321,300	5,364,200
EXPENDITURES BY UNIT					
General Administration	3,017,200	3,075,800	3,103,400	3,183,400	3,226,300
General Operations	2,137,900	2,173,000	2,188,500	2,137,900	2,137,900
TOTAL EXPENDITURES	5,155,100	5,248,800	5,291,900	5,321,300	5,364,200

The Secretary of State, a constitutional officer as provided in Section 91 of the Kentucky Constitution, directs the Department of State of the Commonwealth. KRS 117.015 designates the Secretary of State as the chief Election Officer of the Commonwealth and the chair of the State Board of Elections. In addition, the Secretary of State appoints notaries public; issues Kentucky Colonel Commissions; is the keeper of the Seal of the Commonwealth of Kentucky; and maintains records of all official acts of the Governor as well as all legislation passed by the General Assembly.

The Office of the Secretary of State consists of the following organizational units: the Office of Business; Office of Elections; and the Office of Administration.

The Office of Business is responsible for the registration and incorporation of businesses, both domestic and foreign, profit and non-profit, including the administration of documents of merger, dissolution, and name changes. It also accepts and processes filings for limited liability companies and registered limited liability partnerships. These entities must also file articles of organization with the Secretary of State as well as amendments, mergers and dissolutions.

The Office of Administration is responsible for executive policy and management functions for the entire office. It prepares and records official documents for the Governor; administers Kentucky's notary public law; issues commissions, pardons, commutations, and extraditions; processes service of summonses; and implements the election laws of the Commonwealth.

The State Land Office is also under the supervision of the Secretary of State. It preserves Kentucky's land grant records and fulfills daily inquiries and requests for copies of those records. It files city annexations and incorporations, state deeds, and new land patents, and it provides the public with certified copies of land surveys, grants, and military warrants. The restoration process consists of indexing, de-acidifying, laminating, and bonding, thus safely preserving Kentucky's original land grants.

Policy

The Executive Budget includes additional General Fund in the amount of \$126,700 in fiscal year 2021 and \$140,500 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$11,000 in fiscal year 2021 and \$37,500 in fiscal year 2022 to fund cost increases associated with statutory salary adjustments.

**General Government
Board of Elections**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	4,231,100	5,676,300	5,819,400	6,245,600	3,379,200
Total General Fund	4,231,100	5,676,300	5,819,400	6,245,600	3,379,200
Restricted Funds					
Balance Forward	648,300	464,400	329,400	464,400	329,400
Current Receipts	62,100	111,000	98,400	111,000	98,400
Total Restricted Funds	710,400	575,400	427,800	575,400	427,800
Federal Fund					
Balance Forward	12,767,000	11,074,700	6,976,100	4,244,100	1,789,800
Current Receipts	176,800	40,000	40,000	40,000	40,000
Total Federal Fund	12,943,800	11,114,700	7,016,100	4,284,100	1,829,800
TOTAL SOURCE OF FUNDS	17,885,300	17,366,400	13,263,300	11,105,100	5,636,800
EXPENDITURES BY CLASS					
Personnel Costs	1,822,500	2,201,000	2,228,600	1,867,700	1,885,400
Operating Expenses	7,563,200	920,200	915,200	120,800	-880,300
Grants Loans Benefits	3,791,100	6,939,700	6,395,700	6,997,400	4,449,900
TOTAL EXPENDITURES	13,176,800	10,060,900	9,539,500	8,985,900	5,455,000
EXPENDITURES BY FUND SOURCE					
General Fund	4,231,100	5,676,300	5,819,400	6,245,600	3,379,200
Restricted Funds	246,000	246,000	246,000	246,000	246,000
Federal Fund	8,699,700	4,138,600	3,474,100	2,494,300	1,829,800
TOTAL EXPENDITURES	13,176,800	10,060,900	9,539,500	8,985,900	5,455,000
EXPENDITURES BY UNIT					
General Administration and Support	1,617,100	2,183,200	2,205,800	2,694,800	1,711,400
State Share of County Election Expenses	1,490,700	1,882,900	1,882,900	1,883,000	
State Share of Voter Registration Expenses	1,173,300	1,660,200	1,780,700	1,717,800	1,717,800
Election Fund	8,895,700	4,334,600	3,670,100	2,690,300	2,025,800
TOTAL EXPENDITURES	13,176,800	10,060,900	9,539,500	8,985,900	5,455,000

The State Board of Elections administers the election laws of the state pursuant to KRS Chapters 116, 117, 118, 118A, 119, and 120; supervises the registration and purgation of voters; appoints the political party representatives to the 120 county boards of elections; and certifies official election results.

The State Board of Elections consists of 10 members, pursuant to KRS 117.015. The Secretary of State serves as the chief election official for the Commonwealth and is a non-voting board member. There are 8 voting members appointed by the Governor, and an executive director is appointed by the Board who serves as the chief administrative officer for the Board. The executive director may vote only to break a tie regarding selection of the chair of the board.

General Administration and Support

The General Administration and Support program objectives are to maintain an up to date computerized record of registered voters in the state, certify election results, produce precinct rosters, issue certification of nomination and election, train county clerks in election duties, and conduct a nonpartisan voter education program.

The State Board of Elections' online Election Night Tally System provides up-to-the-minute, unofficial election results on all candidates who file with the state.

State Share of County Election Expenses

The State Share of County Election Expenses program reimburses county fiscal courts the state's share of county election expenses pursuant to KRS 117.345(2).

The state currently has 3,692 precincts with over 3 million registered voters. The number of precincts increases as voter registration totals increase and as reapportionment of county commissioner/magisterial districts and congressional and state redistricting occur.

State Share of Voter Registration Expenses

The State Board of Elections remits payment to county clerks for newly registered voters pursuant to KRS 116.145. There is a significant increase of newly registered voters in years that county and presidential candidates are on the ballot.

The State Board of Elections remits reimbursement to county clerks an amount not to exceed fifty cents (\$0.50) per registered voter in the county per year for the cost of employing office personnel necessary for the conduct of elections, including the registration and purgation of voters in the county pursuant to KRS 117.343 and KRS 116.112(7).

Election Fund

The Help America Vote Act (HAVA) became law in 2002. The Act imposed new election requirements on states and called for the upgrade of voting machines to be in compliance by January 1, 2006.

The Commonwealth initially received \$32.9 million in federal funds to carry out the requirements of HAVA, which were matched with state funds at a rate of five percent. The funds were used for the purchase of voting equipment, voter education, poll worker training, and enhancement of the statewide voter registration system. On December 8, 2006 the Board adopted the 2006 Amended State Plan, which indicated that the Commonwealth was in compliance with the requirements of HAVA.

Policy

The Executive Budget includes additional General Fund in the amount of \$41,000 in fiscal year 2021 and \$44,800 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$3,800 in fiscal year 2021 and \$13,500 in fiscal year 2022 to fund the cost increases associated with providing a 1% increment each year.

The Executive Budget includes additional General Fund in the amount of \$1,000,000 in fiscal year 2021 to match Federal Help America Vote Act (HAVA) Funds.

**General Government
Registry of Election Finance**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,529,400	1,622,000	1,642,000	1,597,700	1,618,500
Total General Fund	1,529,400	1,622,000	1,642,000	1,597,700	1,618,500
TOTAL SOURCE OF FUNDS	1,529,400	1,622,000	1,642,000	1,597,700	1,618,500
EXPENDITURES BY CLASS					
Personnel Costs	1,427,200	1,487,700	1,507,200	1,509,900	1,531,700
Operating Expenses	102,200	134,300	134,800	87,800	86,800
TOTAL EXPENDITURES	1,529,400	1,622,000	1,642,000	1,597,700	1,618,500
EXPENDITURES BY FUND SOURCE					
General Fund	1,529,400	1,622,000	1,642,000	1,597,700	1,618,500
TOTAL EXPENDITURES	1,529,400	1,622,000	1,642,000	1,597,700	1,618,500
EXPENDITURES BY UNIT					
Registry of Election Finance	1,529,400	1,622,000	1,642,000	1,597,700	1,618,500
TOTAL EXPENDITURES	1,529,400	1,622,000	1,642,000	1,597,700	1,618,500

The role of the Kentucky Registry of Election Finance is to ensure the integrity of the Commonwealth's electoral process by making certain there is full public access to campaign financial data and financial disclosure reports, and by administering Kentucky's campaign finance laws.

Under KRS Chapter 121, Kentucky's campaign finance laws apply to all candidates for public office, except federal office, as well as political issues committees, permanent committees, state and local party executive committees, inaugural committees, and caucus campaign committees. The Registry also receives, compiles, and maintains financial disclosure reports of elected officials and candidates for specified offices as provided in KRS Chapter 61.

Regulatory functions of the Registry include: educating candidates and committees on campaign finance laws; ensuring compliance with campaign finance reporting requirements, including the timely filing of campaign finance reports; providing the means for electronic reporting of campaign finance data; conducting desk reviews and random audits; investigating complaints; and adjudicating charges of administrative violations of campaign finance laws.

The Registry's public disclosure role is a key component of the campaign finance laws. Registry employees routinely work with members of the public and the media to fill open records requests and to assist in On-line Searchable Database searches.

Pursuant to KRS 121.170(5), the Registry receives copies of reports filed with the Federal Election Commission by federally registered out-of-state permanent committees that contribute to Kentucky candidates. These and the reports of other candidates and committees who are required to file with the Federal Election Commission may be viewed at the Registry's office in Frankfort pursuant to 2 U.S.C. Section 439(c).

Policy

The Executive Budget includes additional General Fund in the amount of \$58,300 in fiscal year 2021 and \$63,600 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$7,200 in fiscal year 2021 and \$20,700 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

General Government

Attorney General

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	12,239,600	15,522,700	15,528,500	12,774,300	12,946,000
Current Year Appropriation	135,000				
Total General Fund	12,374,600	15,522,700	15,528,500	12,774,300	12,946,000
Tobacco Fund					
Tobacco Settlement - Phase I				150,000	150,000
Total Tobacco Fund				150,000	150,000
Restricted Funds					
Balance Forward	9,174,500	6,181,200	3,092,200	6,181,200	3,048,700
Current Receipts	8,813,400	6,075,300	6,075,300	7,386,500	7,389,200
Non-Revenue Receipts	5,312,000	8,027,600	7,993,900	8,083,300	8,050,900
Fund Transfers				-500,000	-500,000
Total Restricted Funds	23,299,900	20,284,100	17,161,400	21,151,000	17,988,800
Federal Fund					
Balance Forward	-316,800				
Current Receipts	5,726,900	4,997,300	5,068,400	5,000,600	5,071,600
Total Federal Fund	5,410,100	4,997,300	5,068,400	5,000,600	5,071,600
TOTAL SOURCE OF FUNDS	41,084,600	40,804,100	37,758,300	39,075,900	36,156,400
EXPENDITURES BY CLASS					
Personnel Costs	22,580,500	25,152,300	25,511,600	24,152,400	24,351,400
Operating Expenses	3,461,800	4,301,600	3,800,000	3,646,800	3,577,000
Grants Loans Benefits	8,536,600	8,153,500	8,153,500	8,153,500	8,153,500
Capital Outlay	324,500	104,500	74,500	74,500	74,500
TOTAL EXPENDITURES	34,903,400	37,711,900	37,539,600	36,027,200	36,156,400
EXPENDITURES BY FUND SOURCE					
General Fund	12,374,600	15,522,700	15,528,500	12,774,300	12,946,000
Tobacco Fund				150,000	150,000
Restricted Funds	17,118,700	17,191,900	16,942,700	18,102,300	17,988,800
Federal Fund	5,410,100	4,997,300	5,068,400	5,000,600	5,071,600
TOTAL EXPENDITURES	34,903,400	37,711,900	37,539,600	36,027,200	36,156,400
EXPENDITURES BY UNIT					
Administrative Services	2,578,000	2,949,200	2,994,300	2,967,300	3,017,500
Criminal Services	9,219,600	10,537,800	10,627,600	9,557,800	9,716,200
Uninsured Employers Fund	7,401,500	7,482,600	7,490,700	7,492,800	7,502,200
Advocacy Services	7,793,900	8,326,400	7,914,400	8,022,600	8,091,300
Civil Services	7,910,400	8,415,900	8,512,600	7,986,700	7,829,200
TOTAL EXPENDITURES	34,903,400	37,711,900	37,539,600	36,027,200	36,156,400

The Attorney General has the statutory responsibility (KRS 15.020) to act as the chief law officer for the Commonwealth. This involves a wide and diverse range of responsibilities and duties, the power to investigate matters and other legal activities, including representation, on behalf of the Commonwealth.

The Office of Administrative Services provides the administrative support network for agency operations including budget, personnel and payroll, fiscal services, procurement services, ADA, Title VI and EEO programs, employee training, federal grant administration, audit coordination and operation management.

Criminal Services encompass the Office of Criminal Appeals, Office of Special Prosecutions, Department of Criminal Litigation, and the Prosecutors Advisory Council.

- The Office of Criminal Appeals appears for the Commonwealth in all criminal appeals in which the Commonwealth has an interest in both state and federal courts, fulfilling the mandate of KRS 15.020. Staff also advises prosecutors concerning the merits of appeals from adverse interlocutory rulings and the likelihood of successfully requesting certifications of the law. The Office of Criminal Appeals also reviews and participates in amicus curiae efforts by other states.
- The Office of Special Prosecutions prosecutes criminal cases pursuant to KRS 15.190 to KRS 15.715; and includes taking over the prosecution of cases in which the local prosecutor disqualifies himself, prosecuting thefts affecting the treasury of the Commonwealth and crimes arising from audits of local government financial administrations. The Office investigates and prosecutes election law violations, environmental crimes, ethics law violations as referred by the Executive Branch Ethics Commission and theft from the state treasury as referred by the Auditor of Public Accounts.
- The Department of Criminal Investigations (DCI) provides expert criminal investigative services in Cyber Crimes and Drug and Public Integrity/Special Investigations. DCI Investigators are sworn law enforcement officers and are certified by Kentucky Peace Officer Professional Standards. The mission of DCI is to uphold the law through the highest standards of excellence, investigating violations of state criminal statutes; to deter and reduce crime; to enhance public safety; and to provide assistance to local, state and federal law enforcement agencies by utilizing innovative programs and technologies.
- The Prosecutors Advisory Council administers the budget of the Unified Prosecutorial System, which consists of 177 Commonwealth's and County Attorneys and their employees, and oversees the training of the Commonwealths' prosecutors. The Council provides basic training courses for newly elected officials and sponsors the Kentucky Prosecutors Institute, a weeklong trial skills course for new prosecutors.

The Advocacy Services program include the offices of Consumer Protection, Senior Protection, Victims Advocacy, Child Abuse and Human Trafficking Prevention and Prosecution.

- The Office of Consumer Protection enforces the Kentucky Consumer Protection Act (KCPA) to safeguard the state's consumers and combat unethical business practices pursuant to authority granted to the Attorney General under KRS 367.110, et seq. and common law. The KCPA protects Kentucky's citizens from unfair, false, misleading or deceptive acts or practices in trade or commerce. The Office of Consumer Protection enforces the Act by bringing lawsuits in the public interest to obtain civil penalties and consumer redress, including restitution and injunctive relief aimed at changing unscrupulous business practices.
- The Office of Senior Protection is responsible for providing services and training to protect seniors against fraud, scams and financial exploitation.
- The Office of Victims Advocacy works to ensure justice for Kentucky's victims of crime, assist victims in navigating the legal process and in implementing strategies to reduce the number of crime victims in the future. Victims Advocacy provides technical assistance to victim advocates, prosecutors, law enforcement and allied health providers across the Commonwealth.
- The Office of Child Abuse and Human Trafficking Prevention and Prosecution (CAHTPP) provides direct assistance to the public on cases of child abuse, internet safety, crimes against children and human trafficking and provides direct training, response, technical assistance, and legal assistance to prosecutors and law enforcement. The CAHTPP is also responsible for administering the Kentucky Multidisciplinary Commission on Child Sexual Abuse (KRS 431.650-670) and the Child Sexual Abuse and Exploitation Prevention Board (KRS 15.905).

The Civil Services Division contains the Office of Civil and Environmental Law, Office of Rate Intervention and Office of Medicaid Fraud and Abuse Control.

- Pursuant to KRS 15.020, the Office of Civil and Environmental Law represents state boards and agencies, issues formal opinions, represents state officials, elected prosecutors, and the judiciary in legal proceedings, adjudicates administrative hearings and intervenes in constitutional challenges to state statutes.
- The Office of Rate Intervention is responsible for representing the interests of Kentucky consumers/ratepayers before federal, state, and local governmental ratemaking agencies (KRS 367.150(8)).

- The Office of Medicaid Fraud and Abuse Control, authorized by Congress in 42 USC § 1396 and by federal regulation in 42 CFR 455.15, investigates and prosecutes cases of Medicaid provider fraud pursuant to KRS Chapters 194 and 205. The Office also investigates and prosecutes complaints of abuse, neglect and exploitation of residents in facilities that receive Medicaid funding and in board and care facilities.

The Uninsured Employers Fund is part of the Kentucky Workers Compensation Program and KRS 342.760 directs the Attorney General's office to serve as legal representation for the Fund in all claims made against it or on its behalf. The Uninsured Employer's Fund is responsible for payment of Workers' Compensation to employees when the employer does not have Workers' Compensation insurance.

Policy

The Executive Budget includes additional General Fund in the amount of \$135,000 in fiscal year 2020 to fund known liabilities.

The Executive Budget includes additional General Fund in the amount of \$449,600 in fiscal year 2021 and \$498,200 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$46,500 in fiscal year 2021 and \$155,900 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

**General Government
Commonwealth's Attorneys**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	59,913,100	77,877,400	78,624,700	66,182,500	67,509,800
Total General Fund	59,913,100	77,877,400	78,624,700	66,182,500	67,509,800
Restricted Funds					
Balance Forward	3,299,300	3,301,402	1,618,202	3,301,400	1,618,200
Current Receipts	4,150,000	4,375,000	4,475,000	4,375,000	4,475,000
Non-Revenue Receipts	10,000	60,000	60,000	60,000	60,000
Total Restricted Funds	7,459,300	7,736,402	6,153,202	7,736,400	6,153,200
Federal Fund					
Balance Forward	-50,700	82	82	100	
Current Receipts	419,100	756,700	777,800	756,700	777,800
Total Federal Fund	368,400	756,782	777,882	756,800	777,800
TOTAL SOURCE OF FUNDS	67,740,800	86,370,584	85,555,784	74,675,700	74,440,800
EXPENDITURES BY CLASS					
Personnel Costs	58,800,700	77,216,600	78,108,300	66,347,500	67,744,400
Operating Expenses	5,620,600	7,155,800	7,055,100	6,137,500	6,111,500
Grants Loans Benefits	18,000	297,500	291,500	272,500	266,500
Capital Outlay		300,000	300,000	300,000	300,000
TOTAL EXPENDITURES	64,439,300	84,969,900	85,754,900	73,057,500	74,422,400
EXPENDITURES BY FUND SOURCE					
General Fund	59,913,100	77,852,400	78,599,700	66,182,500	67,509,800
Restricted Funds	4,157,900	6,118,200	6,134,800	6,118,200	6,134,800
Federal Fund	368,300	756,700	777,800	756,800	777,800
TOTAL EXPENDITURES	64,439,300	84,727,300	85,512,300	73,057,500	74,422,400
EXPENDITURES BY UNIT					
Commonwealth's Attorneys	64,439,300	84,727,300	85,512,300	73,057,500	74,422,400
TOTAL EXPENDITURES	64,439,300	84,727,300	85,512,300	73,057,500	74,422,400

Established by Section 99;100 of the Kentucky Constitution, the Commonwealth's Attorneys program is made up of 57 elected Commonwealth's Attorneys and their staffs, one for each judicial circuit. Currently 52 circuits have full-time Commonwealth's Attorneys, with the remaining circuits with part-time attorneys. Commonwealth's Attorneys are responsible for all felony prosecutions, including those prosecutions in which the penalty of death may be imposed upon the defendant. The prosecution of each felony requires a thorough investigation that involves extensive research and trial preparation by the prosecutor. Witness interviews, grand jury presentations, motions (including post-conviction motions), conferences, plea-bargaining, case studies, continuing legal education and participation on multi-disciplinary teams are a part of each prosecutor's responsibility in representing the Commonwealth and citizens of Kentucky as the state's attorney.

Pursuant to KRS 15.725, the Commonwealth's Attorneys attend each circuit court held in the judicial circuit. The Commonwealth's Attorneys, except as provided by KRS 15.715, have the duty to prosecute all violations of the criminal and penal laws which are tried in their circuit court. In addition, the Commonwealth's Attorneys have the primary responsibility within the judicial circuit to present evidence to the grand jury concerning such violations.

In accordance with KRS 15.735, the Commonwealth's Attorneys serve as special prosecutors in cases where the regularly elected prosecutors have been disqualified.

Policy

The Executive Budget includes additional General Fund in the amount of \$2,464,600 in fiscal year 2021 and \$3,019,300 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$332,100 in fiscal year 2021 and \$720,000 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

The Executive Budget includes additional General Fund in the amount of \$416,100 in fiscal year 2021 and \$719,700 in fiscal year 2022 to fund cost increases associated with statutory salary adjustments.

The Executive Budget includes additional General Fund in the amount of \$3,000,000 in fiscal year 2021 and \$3,000,000 in fiscal year 2022 to fund additional staff associated with increased case filings.

**General Government
County Attorneys**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	53,058,600	76,695,900	77,606,500	56,865,400	57,986,200
Total General Fund	53,058,600	76,695,900	77,606,500	56,865,400	57,986,200
Restricted Funds					
Balance Forward	907,200	884,498	706,098	884,500	706,100
Current Receipts	720,000	780,000	767,000	780,000	767,000
Total Restricted Funds	1,627,200	1,664,498	1,473,098	1,664,500	1,473,100
Federal Fund					
Balance Forward	174,500	50	50	100	
Current Receipts	829,300	1,025,100	1,032,600	1,025,100	1,032,600
Total Federal Fund	1,003,800	1,025,150	1,032,650	1,025,200	1,032,600
TOTAL SOURCE OF FUNDS	55,689,600	79,385,548	80,112,248	59,555,100	60,491,900
EXPENDITURES BY CLASS					
Personnel Costs	52,929,700	75,696,200	76,616,700	55,964,600	57,114,600
Operating Expenses	1,875,300	2,983,200	2,985,700	2,884,400	2,867,500
TOTAL EXPENDITURES	54,805,000	78,679,400	79,602,400	58,849,000	59,982,100
EXPENDITURES BY FUND SOURCE					
General Fund	53,058,600	76,695,900	77,606,500	56,865,400	57,986,200
Restricted Funds	742,700	958,400	963,300	958,400	963,300
Federal Fund	1,003,700	1,025,100	1,032,600	1,025,200	1,032,600
TOTAL EXPENDITURES	54,805,000	78,679,400	79,602,400	58,849,000	59,982,100
EXPENDITURES BY UNIT					
County Attorneys	54,805,000	78,679,400	79,602,400	58,849,000	59,982,100
TOTAL EXPENDITURES	54,805,000	78,679,400	79,602,400	58,849,000	59,982,100

Established in Sections 99 and 100 of the Kentucky Constitution, the offices of the County Attorney are present in each of the 120 counties of the Commonwealth. Pursuant to KRS 15.725(2), each County Attorney attends the district court in the respective county and prosecutes all violations of criminal and penal laws within the jurisdiction of that district court. In accordance with KRS 15.735, County Attorneys also serve as special prosecutors in cases where the elected prosecutors have been disqualified.

Criminal cases at the district level include felonies (until the case is transferred to circuit court), misdemeanors, juvenile cases, and traffic cases. County Attorneys prosecute the majority of DUI cases. Most counties have Family Court, Drug Court, and/or Truancy Court requiring representation from the Office of the County Attorney. The County Attorney receives numerous criminal complaints from local law enforcement and the general public and frequently mediates local complaints so many of the services provided may never appear on a court docket. County Attorneys are also required to participate on multi-disciplinary teams involving child sexual abuse cases.

Policy

The Executive Budget includes additional General Fund in the amount of \$2,232,100 in fiscal year 2021 and \$2,692,200 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$131,400 in fiscal year 2021 and \$280,300 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

The Executive Budget includes additional General Fund in the amount of \$544,900 in fiscal year 2021 and \$942,300 in fiscal year 2022 to fund cost increases associated with statutory salary adjustments.

The Executive Budget includes an additional \$7,000 per County Attorney Office for operating expenses in the amount of \$840,000 in fiscal year 2021 and \$840,000 in fiscal year 2022 from the General Fund.

	General Government				
	Treasury				
	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,261,200	3,091,200	3,126,800	2,543,000	2,582,100
Reorganization Adjustment	151,800				
Total General Fund	2,413,000	3,091,200	3,126,800	2,543,000	2,582,100
Restricted Funds					
Balance Forward	275,580	231,640	259,940	231,640	259,940
Current Receipts	28,300	28,300	28,300	28,300	28,300
Non-Revenue Receipts	1,776,360	1,867,500	1,875,900	1,851,200	1,854,400
Total Restricted Funds	2,080,240	2,127,440	2,164,140	2,111,140	2,142,640
Federal Fund					
Current Receipts	1,270,300	1,270,300	1,270,300	1,257,400	1,256,500
Total Federal Fund	1,270,300	1,270,300	1,270,300	1,257,400	1,256,500
Road Fund					
Regular Appropriation	250,000	250,000	250,000	250,600	250,600
Total Road Fund	250,000	250,000	250,000	250,600	250,600
TOTAL SOURCE OF FUNDS	6,013,540	6,738,940	6,811,240	6,162,140	6,231,840
EXPENDITURES BY CLASS					
Personnel Costs	3,846,200	4,703,300	4,755,400	4,573,300	4,647,900
Operating Expenses	1,202,000	1,077,500	1,073,000	630,700	601,100
Grants Loans Benefits	665,400	659,300	655,700	659,300	655,700
Capital Outlay	68,300	38,900	38,900	38,900	38,900
TOTAL EXPENDITURES	5,781,900	6,479,000	6,523,000	5,902,200	5,943,600
EXPENDITURES BY FUND SOURCE					
General Fund	2,413,000	3,091,200	3,126,800	2,543,000	2,582,100
Restricted Funds	1,848,600	1,867,500	1,875,900	1,851,200	1,854,400
Federal Fund	1,270,300	1,270,300	1,270,300	1,257,400	1,256,500
Road Fund	250,000	250,000	250,000	250,600	250,600
TOTAL EXPENDITURES	5,781,900	6,479,000	6,523,000	5,902,200	5,943,600
EXPENDITURES BY UNIT					
General Administration and Support	1,581,000	2,067,200	2,089,500	1,660,200	1,690,700
Disbursements and Accounting	930,200	1,122,200	1,135,500	977,100	985,500
Abandoned Property Administration	1,848,600	1,867,500	1,875,900	1,851,200	1,854,400
Commonwealth Council on Developmental Disabilities	1,422,100	1,422,100	1,422,100	1,413,700	1,413,000
TOTAL EXPENDITURES	5,781,900	6,479,000	6,523,000	5,902,200	5,943,600

The Treasury Department is the central administrative agency responsible for the receipt and custody of all revenues collected by state government and for writing all checks and disbursing state funds, as outlined in KRS Chapter 41.

The State Treasurer, a constitutional officer as provided in Section 91 of the Kentucky Constitution, heads the Treasury Department. The Treasurer also serves on the Kentucky Lottery Board, the Kentucky Higher Education Assistance Board, as trustee of the Kentucky Teachers' Retirement System, the Deferred Compensation Authority, as Chair of the Kentucky Financial Empowerment Commission, and is Vice-Chair of the State Investment Commission. The Treasury Department is also responsible for administering the federal "Achieving a Better Life Experience", or STABLE, Kentucky program and provides administrative services to the Commonwealth Council on Developmental Disabilities, including the drawdown of federal funds. The Treasury Department reviews and records all investment transactions of the Commonwealth.

The General Administration and Support Division provides management support for Treasury including: fiscal control, personnel administration, and policy development and implementation. The Division issues over 4,200,000 checks and

stubs each year, sends over 7,700,000 ACH payments, reconciles the various Commonwealth bank accounts, reconciles daily with the State Depository, administers and records court-ordered withholdings, and produces wire transfers for state government.

The Disbursements and Accounting Division receives all funds of the Commonwealth including fees, grants, taxes, federal funds, fees from officials in counties over 75,000 in population, and fees from various boards and commissions. This program also receives, balances, and deposits all withholdings. A computer analysis is maintained on daily receipts and disbursements, which subsequently is submitted to the Finance and Administration Cabinet for accounting posting.

The Unclaimed Property Division is responsible for administering the provisions of KRS Chapters 393 and 393A related to escheats. This program receives unclaimed property reports from holders and potential holders of unclaimed property, collects unclaimed property, pursues the location and collection of the property, and attempts to locate the rightful property owner.

The Kentucky Commonwealth Council on Developmental Disabilities is administratively attached to the Kentucky State Treasurer. The Council is made up of 26 members appointed by the Governor and state agency representatives as defined in KRS 41.410(3).

The Council promotes systems change, capacity building and advocacy for individuals with developmental disabilities (self-advocates). The Council represents the interests of all Kentuckians who have developmental disabilities and their families. The Council funds time-limited demonstration projects and engages in outreach activities to assist individuals with developmental disabilities and their families.

Policy

Restricted Funds are provided in accordance with KRS 393.250 for the administration of the Unclaimed Property program in the amount of \$1,848,600 in fiscal year 2021 and \$1,848,400 in fiscal year 2022. This action reflects the movement of available off-budget Restricted Funds to on-budget status to support ongoing activities of the program.

Road Fund moneys in the amount of \$250,600 is included each fiscal year to support the central check writing system and other central administrative responsibilities of state government.

The Executive Budget includes additional General Fund in the amount of \$109,200 in fiscal year 2021 and \$124,800 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$10,400 in fiscal year 2021 and \$31,700 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

General Government

Agriculture

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	17,910,800	20,409,700	20,690,800	16,608,300	18,814,200
Continuing Approp-General Fund	7,900				
Total General Fund	17,918,700	20,409,700	20,690,800	16,608,300	18,814,200
Tobacco Fund					
Regular Appropriation		100,000	100,000		
Tobacco Settlement - Phase I	500,000	500,000	500,000	500,000	500,000
Total Tobacco Fund	500,000	600,000	600,000	500,000	500,000
Restricted Funds					
Balance Forward	15,752,900	15,290,104	13,411,404	15,290,200	10,177,900
Current Receipts	7,907,900	7,825,000	7,816,000	7,825,000	7,816,000
Non-Revenue Receipts	2,477,600	2,494,500	2,494,500	1,442,100	1,428,900
Total Restricted Funds	26,138,400	25,609,604	23,721,904	24,557,300	19,422,800
Federal Fund					
Current Receipts	8,689,400	8,689,400	8,689,400	8,689,400	8,689,400
Total Federal Fund	8,689,400	8,689,400	8,689,400	8,689,400	8,689,400
TOTAL SOURCE OF FUNDS	53,246,500	55,308,704	53,702,104	50,355,000	47,426,400
EXPENDITURES BY CLASS					
Personnel Costs	22,900,900	24,726,600	25,007,100	23,316,600	23,630,200
Operating Expenses	5,872,700	6,559,800	6,560,400	6,504,600	6,459,000
Grants Loans Benefits	9,144,900	9,807,200	9,807,200	9,552,200	9,552,200
Capital Outlay	37,800	803,700	803,700	803,700	803,700
TOTAL EXPENDITURES	37,956,300	41,897,300	42,178,400	40,177,100	40,445,100
EXPENDITURES BY FUND SOURCE					
General Fund	17,918,700	20,409,700	20,690,800	16,608,300	18,814,200
Tobacco Fund	500,000	600,000	600,000	500,000	500,000
Restricted Funds	10,848,200	12,198,200	12,198,200	14,379,400	12,441,500
Federal Fund	8,689,400	8,689,400	8,689,400	8,689,400	8,689,400
TOTAL EXPENDITURES	37,956,300	41,897,300	42,178,400	40,177,100	40,445,100
EXPENDITURES BY UNIT					
Strategic Planning and Administration	6,322,000	6,974,300	7,029,900	6,542,300	6,584,100
Motor Fuel Inspection and Testing	144,000	150,400	150,400	157,400	160,800
Consumer and Environmental Programs	16,831,900	18,543,800	18,648,000	18,006,900	18,096,800
State Veterinarian	4,153,700	4,359,200	4,402,900	4,122,800	4,166,200
Animal Control	42,300	128,000	128,000	128,000	128,000
Farmland Preservation	3,900	3,000	3,000	3,000	3,000
Agriculture Marketing and Product Promotion	10,457,400	11,738,600	11,816,200	11,216,700	11,306,200
Small Winery Support Fund	1,100				
TOTAL EXPENDITURES	37,956,300	41,897,300	42,178,400	40,177,100	40,445,100

The Department of Agriculture, as defined in KRS Chapter 246, is headed by the Commissioner of Agriculture, a Constitutional Officer. The State Board of Agriculture, appointed by the Governor, acts as an advisory body to the elected Commissioner.

The Office of the Commissioner provides leadership and management for the Department, and includes the Division of Public Relations. The Office for Strategic Planning and Administration is responsible for personnel functions, budgeting, financial operation, and information technology systems.

The Office for Consumer and Environmental Protection directs programs which have a direct bearing on agricultural revenue. The Office conducts the grain regulation program, certifies all sales made by solid weight or liquid volume, licenses egg wholesalers, and inspects amusement rides operating within the Commonwealth. Duties include the distribution of commodity foods to qualifying institutions and individuals on behalf of the United States Department of Agriculture. This office is responsible for conducting various pest and noxious weed control programs, enforcing federal and state laws and regulations pertaining to the control of pesticide use and application, and liaison between the regulator and those being regulated.

The Office of State Veterinarian protects the livestock industry pursuant to KRS Chapter 257. Its primary function is the prevention and eradication of animal disease, and to ensure the health of the state's multi-billion dollar animal agriculture industries. It enforces Kentucky's statutes on animal importation and movement, and provides numerous other services to the livestock and poultry industries.

The Office for Agricultural Marketing and Product Promotion develops and manages programs which promote Kentucky-produced agricultural products, including grading and inspecting specific products and commodities and reporting market news. Responsibilities of this office include the research and development of new and expanded outlets for Kentucky's agricultural products, agricultural education, agritourism development, farm safety, administration of the Shows and Fairs Promotion Division, and farmland preservation. The Office is also responsible for providing testing services for hay and other forages essential for Kentucky's livestock industries.

Policy

The Executive Budget includes additional General Fund in the amount of \$574,100 in fiscal year 2021 and \$630,100 in fiscal year 2022 to fund the cost increases of the actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$60,000 in fiscal year 2021 and \$189,100 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

**General Government
Auditor of Public Accounts**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	5,735,700	6,972,600	7,205,000	5,965,300	6,033,300
Total General Fund	5,735,700	6,972,600	7,205,000	5,965,300	6,033,300
Restricted Funds					
Balance Forward	1,523,300				
Current Receipts	10,439,900	13,372,600	13,431,400	11,963,200	11,963,200
Total Restricted Funds	11,963,200	13,372,600	13,431,400	11,963,200	11,963,200
TOTAL SOURCE OF FUNDS	17,698,900	20,345,200	20,636,400	17,928,500	17,996,500
EXPENDITURES BY CLASS					
Personnel Costs	16,327,400	18,942,800	19,233,500	16,619,400	16,786,724
Operating Expenses	1,371,500	1,402,400	1,402,900	1,309,100	1,209,776
TOTAL EXPENDITURES	17,698,900	20,345,200	20,636,400	17,928,500	17,996,500
EXPENDITURES BY FUND SOURCE					
General Fund	5,735,700	6,972,600	7,205,000	5,965,300	6,033,300
Restricted Funds	11,963,200	13,372,600	13,431,400	11,963,200	11,963,200
TOTAL EXPENDITURES	17,698,900	20,345,200	20,636,400	17,928,500	17,996,500
EXPENDITURES BY UNIT					
Auditor of Public Accounts	1,778,800	1,839,300	1,864,900	1,857,200	1,880,800
Financial Audit	13,809,700	15,641,100	15,862,200	13,868,800	13,805,500
Technology and Specialized Audits	2,110,400	2,864,800	2,909,300	2,202,500	2,310,200
TOTAL EXPENDITURES	17,698,900	20,345,200	20,636,400	17,928,500	17,996,500

The Auditor of Public Accounts is the constitutional officer responsible for auditing all state agencies and county governments, pursuant to KRS Chapter 43. Statutory responsibility requires the Auditor's Office to examine the state general accounts, the accounts of all state agencies, all private and semi-private agencies receiving or handling state funds, all state revenue collections, funds contained in each county's budget, and the accounts and papers of all county clerks and sheriffs. The Auditor must examine the management and control of all institutions and public works in which the state has financial interest or legal power.

The Auditor's Office is responsible for assisting state and local officials in establishing and maintaining proper accounting records, internal controls, and administrative controls over public funds. The Office responds to requests from public officials, the general public, the Legislative Research Commission, and the Governor's Office concerning financial and program matters, special audits, and investigations. Also, the Auditor of Public Accounts has primary responsibility for auditing nearly \$9 billion in federal funds expended in state and county governments.

The Auditor of Public Accounts has three program areas: Administration, Office of Financial Audits, and the Office of Technology and Special Audits.

The Administration area includes the Office of the State Auditor, the Office of Legal and Records Services, and the Office of Planning and Management. All policy, budget, fiscal, legal, and personnel duties are performed within the Administration area.

The Office of Financial Audits is responsible for financial audits of state agency transactions, pursuant to KRS 43.050, and of county officials such as fiscal courts, sheriffs, county clerks, property valuation administrators, county attorneys, and circuit clerks per KRS 43.070. Audits of major federal programs performed in accordance with the Single Audit Act of 1984 (amended in 1996) as enacted by the United States Congress are also performed by this office. Collectively, these audits identify significant waste, fraud, and abuse, and have led to numerous law enforcement referrals.

The Office of Technology and Special Audits is responsible for maintaining internal technology systems, and for performing audits of significant information technology systems, special examinations, and performance audits of public entities to increase the effectiveness and reduce the cost of the delivery of services.

Policy

The Executive Budget includes additional General Fund in the amount of \$205,400 in fiscal year 2021 and \$224,900 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$19,100 in fiscal year 2021 and \$65,700 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

General Government

Personnel Board

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
Restricted Funds					
Balance Forward	583,800	537,900	294,300	537,900	284,200
Current Receipts	800,000	625,000	625,000	625,000	625,000
Total Restricted Funds	1,383,800	1,162,900	919,300	1,162,900	909,200
TOTAL SOURCE OF FUNDS	1,383,800	1,162,900	919,300	1,162,900	909,200
EXPENDITURES BY CLASS					
Personnel Costs	731,600	754,300	763,600	764,400	774,900
Operating Expenses	114,300	114,300	134,300	114,300	134,300
TOTAL EXPENDITURES	845,900	868,600	897,900	878,700	909,200
EXPENDITURES BY FUND SOURCE					
Restricted Funds	845,900	868,600	897,900	878,700	909,200
TOTAL EXPENDITURES	845,900	868,600	897,900	878,700	909,200
EXPENDITURES BY UNIT					
Personnel Board	845,900	868,600	897,900	878,700	909,200
TOTAL EXPENDITURES	845,900	868,600	897,900	878,700	909,200

Created by the 1982 General Assembly, the Personnel Board is composed of seven members. The Governor appoints five, and two are classified employees elected by their colleagues. Pursuant to KRS 18A.0551, elections for the two classified employee members of the Board are held every four years.

The Personnel Board serves in a quasi judicial capacity and assists the Personnel Cabinet in the development of administrative regulations pertaining to the classified service. The Board administers the appeals process of applicants for classified positions and conducts hearings for any non-probationary employee who is dismissed, demoted, suspended, or otherwise penalized for cause.

Policy

The Personnel Board will coordinate with the Finance and Administration Cabinet to assess each agency of the Executive Branch under KRS 18A based upon the authorized permanent full-time positions of each agency as of July 1.

**General Government
Kentucky Retirement Systems**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,086,200	1,086,200	1,086,200		
Surplus Expenditure Plan	60,094,500				
Total General Fund	61,180,700	1,086,200	1,086,200		
Restricted Funds					
Non-Revenue Receipts	47,702,500	50,120,700	50,528,500	49,058,300	49,496,600
Total Restricted Funds	47,702,500	50,120,700	50,528,500	49,058,300	49,496,600
TOTAL SOURCE OF FUNDS	108,883,200	51,206,900	51,614,700	49,058,300	49,496,600
EXPENDITURES BY CLASS					
Personnel Costs	38,792,100	41,683,800	42,091,600	40,621,000	41,059,300
Operating Expenses	8,910,400	8,436,900	8,436,900	8,437,300	8,437,300
Grants Loans Benefits	61,180,700	1,086,200	1,086,200		
TOTAL EXPENDITURES	108,883,200	51,206,900	51,614,700	49,058,300	49,496,600
EXPENDITURES BY FUND SOURCE					
General Fund	61,180,700	1,086,200	1,086,200		
Restricted Funds	47,702,500	50,120,700	50,528,500	49,058,300	49,496,600
TOTAL EXPENDITURES	108,883,200	51,206,900	51,614,700	49,058,300	49,496,600
EXPENDITURES BY UNIT					
Kentucky Retirement Systems	108,883,200	51,206,900	51,614,700	49,058,300	49,496,600
TOTAL EXPENDITURES	108,883,200	51,206,900	51,614,700	49,058,300	49,496,600

Kentucky Retirement Systems administers three retirement systems which are qualified governmental defined benefit plans under Section 401(a) of the Internal Revenue Code: Kentucky Employees Retirement System (state employees, universities, health departments, certain boards) governed by KRS 61.510-61.705; County Employees Retirement System (employees of cities, counties, local government entities, and classified employees of school boards) governed by KRS 78.510-78.852; and State Police Retirement System (uniformed officers of Kentucky State Police) governed by KRS 16.505-16.652. Medical insurance benefits are governed by KRS 61.701-61.702. The systems were established in the 1950s to provide a pension that, when coupled with Social Security, would provide the career employee with sufficient income to maintain his or her pre-retirement standard of living.

Kentucky Retirement Systems is administered by a seventeen-member board of trustees consisting of the Secretary of the Personnel Cabinet, ten members appointed by the Governor, and six members elected by employees and retirees of the three retirement systems. The Board is responsible for the collection and investment of contributions. Members of the Board are considered fiduciaries and are required to administer the funds in the sole interest of the members and beneficiaries of the systems. The Board is required to invest the funds under the "prudent person" rule. Investments are diversified among common stocks, government and private bonds, real estate and cash equivalents. An actuarial valuation is conducted each year to determine the funding status of the three systems, and an annual independent audit is performed as well.

Employers contribute a percentage of gross payroll recommended by the actuarial valuation. Pursuant to KRS 61.565 the General Assembly shall pay the full actuarially required contribution rate. Employees contribute at a fixed rate set in the statutes. The assets of the system are considered trust funds. All expenses are paid from the trust.

Restricted Funds providing for the operations of the Kentucky Retirement Systems in the Budget of the Commonwealth are transferred from trust funds held by the System for the benefit of members and beneficiaries. The trust funds include investment earnings, employee contributions, and employer contributions from agencies supported by the General Fund, the Road Fund, Federal Funds, and Restricted Funds.

General Government
Occupational & Professional Boards & Commissions

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
Restricted Funds					
Balance Forward	28,469,800	27,720,808	26,217,608	27,564,900	21,324,800
Current Receipts	24,611,700	25,824,300	24,823,600	25,980,200	24,979,500
Fund Transfers				-5,400,000	-5,400,000
Total Restricted Funds	53,081,500	53,545,108	51,041,208	48,145,100	40,904,300
TOTAL SOURCE OF FUNDS	53,081,500	53,545,108	51,041,208	48,145,100	40,904,300
EXPENDITURES BY CLASS					
Personnel Costs	20,977,200	22,749,500	22,980,800	22,127,500	22,408,000
Operating Expenses	3,817,700	4,204,000	4,214,700	4,165,800	4,172,200
Grants Loans Benefits	496,500	530,000	540,000	527,000	537,000
Capital Outlay	225,200				
TOTAL EXPENDITURES	25,516,600	27,483,500	27,735,500	26,820,300	27,117,200
EXPENDITURES BY FUND SOURCE					
Restricted Funds	25,516,600	27,483,400	27,731,500	26,820,300	27,117,200
TOTAL EXPENDITURES	25,516,600	27,483,400	27,731,500	26,820,300	27,117,200
EXPENDITURES BY UNIT					
Accountancy	655,500	668,400	674,100	674,900	681,400
Certification of Alcohol and Drug Counselors	180,200	180,200	180,200	180,200	180,200
Applied Behavior Analysis Licensing	39,600	39,600	39,600	39,600	39,600
Architects	446,300	470,600	465,000	475,800	470,700
Certification for Professional Art Therapists	11,200	11,200	11,200	11,200	11,200
Barbering	426,000	465,800	470,400	466,900	472,000
Chiropractic Examiners	377,900	377,900	377,900	377,900	377,900
Dentistry	1,017,500	1,034,900	1,042,600	943,000	951,600
Diabetes Educators	29,300	29,300	29,300	29,300	29,300
Licensure & Cert. for Dietitians & Nutritionists	93,900	93,900	93,900	93,900	93,900
Embalmers and Funeral Directors	488,600	497,900	502,600	498,800	504,100
Licensure for Prof. Engineers and Land Surveyors	1,594,500	1,784,100	1,795,200	1,775,900	1,794,800
Certification of Fee-Based Pastoral Counselors	3,600	3,600	3,600	3,600	3,600
Registration for Professional Geologists	109,000	109,000	109,000	109,000	109,000
Hairdressers and Cosmetologists	1,733,700	2,054,700	2,070,900	1,941,900	1,963,500
Specialists in Hearing Instruments	78,000	78,000	78,000	78,000	78,000
Interpreters for the Deaf and Hard of Hearing	38,200	38,200	38,200	38,200	38,200
Examiners & Registration of Landscape Architects	78,700	80,300	81,300	80,900	81,900
Licensure of Marriage and Family Therapists	133,600	133,600	133,600	133,600	133,600
Licensure for Massage Therapy	156,500	154,300	153,300	154,300	153,300
Medical Imaging and Radiation Therapy	372,200	442,300	478,500	444,300	477,300
Medical Licensure	3,426,800	3,530,600	3,548,900	3,559,100	3,580,300
Nursing	8,355,200	9,435,300	9,540,800	8,950,600	9,083,300

Licensure for Nursing Home Administrators	101,100	101,100	101,100	101,100	101,100
Licensure for Occupational Therapy	211,600	211,600	211,600	211,600	211,600
Ophthalmic Dispensers	71,400	71,400	71,400	71,400	71,400
Optometric Examiners	233,300	219,500	221,500	221,800	224,000
Pharmacy	2,465,300	2,533,700	2,562,100	2,579,800	2,611,600
Physical Therapy	652,700	668,900	675,700	677,100	685,100
Podiatry	46,500	46,500	46,500	46,500	46,500
Private Investigators	113,700	113,700	113,700	113,700	113,700
Licensed Professional Counselors	310,800	310,800	310,800	310,800	310,800
Prosthetics, Orthotics and Pedorthics	46,200	46,200	46,200	46,200	46,200
Examiners of Psychology	256,400	256,400	256,400	256,400	256,400
Veterinary Examiners	275,000	275,000	275,000	275,000	275,000
Respiratory Care	238,400	244,000	246,800	252,300	255,300
Social Work	425,300	448,000	451,700	372,800	376,900
Speech-Language Pathology and Audiology	222,900	222,900	222,900	222,900	222,900
TOTAL EXPENDITURES	25,516,600	27,483,400	27,731,500	26,820,300	27,117,200

The twenty-four occupational, professional and regulatory Boards and Commissions were created to safeguard the life, health, safety and welfare of the people of the Commonwealth who avail themselves of the services that are licensed or regulated by these Boards. Board members are appointed by the Governor and represent both industry and consumer interests.

Common objectives of the Boards and Commissions are to examine and license all qualified applicants, enforce ethical, legal and professional standards and regulations, ensure compliance with licensure requirements and administer programs in an efficient manner. The boards and commissions operate solely from agency receipts.

Twenty-four of the Boards and Commissions employ the services of the Department of Professional Licensing established in KRS 324B.020 within the Public Protection Cabinet to perform their administrative functions. Department of Professional Licensing executes administrative support services including but not limited to applications and renewals, preparation of board meeting materials, database entry, maintenance of Board records and files, preparation of correspondence, administration of examinations and communications with the public regarding board activity and functions.

**General Government
Kentucky River Authority**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	286,400	428,100	431,700	300,900	305,100
Total General Fund	286,400	428,100	431,700	300,900	305,100
Restricted Funds					
Balance Forward	5,999,500	5,662,900	4,955,300	5,662,900	806,800
Current Receipts	6,927,000	6,965,000	6,965,000	6,965,000	6,965,000
Non-Revenue Receipts				-4,131,000	-1,062,000
Total Restricted Funds	12,926,500	12,627,900	11,920,300	8,496,900	6,709,800
TOTAL SOURCE OF FUNDS	13,212,900	13,056,000	12,352,000	8,797,800	7,014,900
EXPENDITURES BY CLASS					
Personnel Costs	932,200	1,076,500	1,087,900	960,800	976,100
Operating Expenses	2,147,600	2,564,000	1,338,000	2,570,000	1,343,200
Grants Loans Benefits	298,200	280,000	280,000	280,000	280,000
Debt Service	4,132,000	4,101,000	4,100,000	4,101,000	4,100,000
Capital Outlay	40,000	79,200	86,200	79,200	86,200
TOTAL EXPENDITURES	7,550,000	8,100,700	6,892,100	7,991,000	6,785,500
EXPENDITURES BY FUND SOURCE					
General Fund	286,400	428,100	431,700	300,900	305,100
Restricted Funds	7,263,600	7,672,600	6,460,400	7,690,100	6,480,400
TOTAL EXPENDITURES	7,550,000	8,100,700	6,892,100	7,991,000	6,785,500
EXPENDITURES BY UNIT					
General Operations	1,268,600	1,283,600	1,298,400	1,302,800	1,322,800
Locks and Dams Construction/ Maintenance	5,975,000	6,389,000	5,162,000	6,389,000	5,162,000
Locks and Dams Operations	306,400	428,100	431,700	299,200	300,700
TOTAL EXPENDITURES	7,550,000	8,100,700	6,892,100	7,991,000	6,785,500

The mission of the Kentucky River Authority is to protect the quality and sufficiency of the water supply in the Kentucky River Basin. The people and businesses in 42 counties depend on the river and its tributaries for clean drinking water, for commercial and industrial uses, and for the generation of electricity. The water supply is maintained in a series of pools behind 14 dams that were originally constructed by the Army Corps of Engineers beginning about 1837. Some of those dams also contain working locks that allow commercial and recreational boat traffic to move up and down the river. The Authority collects a water withdrawal fee from each water utility and business user in the watershed that supports programs which benefit the entire watershed. In addition, a second fee is collected from users who withdraw water from the main stem of the river. Those funds support the lock and dam renovation and reconstruction projects the Authority undertakes from time to time. The Authority also receives a small General Fund appropriation to staff the four operating locks during the summer, when there is considerable recreational activity on the river.

The Authority is created in KRS 151.705 as a public corporation and independent state agency. The Authority is governed by a board that consists of the Secretary of Finance and Administration, the Secretary of Energy and Environment and ten members appointed by the Governor. Those ten include a mayor and a county judge-executive from jurisdictions within the Kentucky River Basin, an engineer and a water quality expert. The board appoints an executive director and other staff necessary to carry out the responsibilities of the Authority.

The Authority has acquired title to the locks and dams upriver from Frankfort from the Army Corps of Engineers. Dams 1 through 4 between the Ohio River and Frankfort are maintained by the Authority under a long-term lease agreement until such time as the Army declares them to be surplus property.

The Kentucky River Authority has built new dams at Dam 9 at Valley View in Fayette County, Dam 3 in Owen and Henry Counties, and Dam 8 in Jessamine County. Dams 9 and 3 retain the water supply for Kentucky American Water Company's Lexington and Owen County water treatment plants. Dam 8 retains the water supply for Nicholasville and

Lancaster. Locks 1 through 4 are currently operational. Eighty-two uninterrupted miles of the Kentucky River are now navigable from Carrollton to Tyrone in Anderson County.

Policy

The Executive Budget includes additional General Fund in the amount of \$12,500 in fiscal year 2021 and \$14,200 in fiscal year 2022 to fund the cost increases of the actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$1,700 in fiscal year 2021 and \$4,400 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

General Government
School Facilities Construction Commission

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	129,071,300	123,620,600	126,639,700	124,255,800	129,262,000
Total General Fund	129,071,300	123,620,600	126,639,700	124,255,800	129,262,000
Restricted Funds					
Balance Forward	4,711,300	8,811,400	8,811,400	8,811,400	8,811,400
Non-Revenue Receipts	4,100,100				
Fund Transfers					-8,800,000
Total Restricted Funds	8,811,400	8,811,400	8,811,400	8,811,400	11,400
TOTAL SOURCE OF FUNDS	137,882,700	132,432,000	135,451,100	133,067,200	129,273,400
EXPENDITURES BY CLASS					
Personnel Costs	360,100	456,600	461,000	377,700	384,100
Operating Expenses	38,800	47,700	47,500	45,000	44,800
Debt Service	128,672,400	123,116,300	126,131,200	123,833,100	128,833,100
TOTAL EXPENDITURES	129,071,300	123,620,600	126,639,700	124,255,800	129,262,000
EXPENDITURES BY FUND SOURCE					
General Fund	129,071,300	123,620,600	126,639,700	124,255,800	129,262,000
TOTAL EXPENDITURES	129,071,300	123,620,600	126,639,700	124,255,800	129,262,000
EXPENDITURES BY UNIT					
School Facilities Construction Commission	129,071,300	123,620,600	126,639,700	124,255,800	129,262,000
TOTAL EXPENDITURES	129,071,300	123,620,600	126,639,700	124,255,800	129,262,000

The School Facilities Construction Commission (SFCC), created by the 1985 Extraordinary Session of the General Assembly (KRS 157.611 et seq.), exists to assist local school districts with their school building needs. The Commission is responsible for the distribution of state funds via offers of assistance for approved building or renovation projects. The Commission is empowered to act on behalf of local school districts to issue bonds in the name of the Commission and to enter into lease arrangements with local boards of education to finance construction of new facilities or major renovation of existing school facilities.

Offers of assistance are made to eligible local school districts that have demonstrated a reasonable local effort to provide adequate school facilities but still have unmet building needs. Required local effort consists of a levy equivalent to at least five cents per hundred dollars of assessed valuation as well as available funds within a district's capital outlay and building funds and related bonding capacity. Unmet building needs are the costs of projects on a district's facilities plan as approved by the Kentucky Department of Education that remain after the application of local effort. A given district qualifies for offers of assistance based on its unmet need relative to unmet need statewide.

The School Facilities Construction Commission is also charged with distributing state funds allocated to the Kentucky Education Technology System's trust fund to assist local school districts in addressing their unmet education technology needs.

Policy

The Executive Budget includes sufficient General Fund to support debt service necessary to fulfill commitments made by previous sessions of the General Assembly in authorizing additional bonded indebtedness and related offers of assistance to local school districts.

The Executive Budget includes new General Fund debt service in the amount of \$1,943,800 in fiscal year 2021 and \$8,099,100 in fiscal year 2022 to support \$100,000,000 in new offers of assistance for school districts. This level of bond authorization provides an additional \$42,000,000 in offers of assistance than that which was included in the 2018-2020 enacted budget for planning purposes and restores the Commission's flagship program to the level it has been for at least the last six biennial budgets.

The Executive Budget authorizes the School Facilities Construction Commission to make an additional \$100,000,000 in new offers of assistance during the 2020-2022 biennium in anticipation of debt service availability during the 2022-2024 biennium.

The Executive Budget includes additional General Fund in the amount of \$15,500 in fiscal year 2021 and \$17,900 in fiscal year 2022 to fund cost increases associated with the actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$1,800 in fiscal year 2021 and \$4,900 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

**General Government
Teachers' Retirement System**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	719,474,400	902,120,000	924,073,400	781,620,000	802,673,400
Surplus Expenditure Plan	70,000,000				
Total General Fund	789,474,400	902,120,000	924,073,400	781,620,000	802,673,400
Restricted Funds					
Balance Forward	2,527,027				
Non-Revenue Receipts	11,461,973	15,973,100	16,369,600	16,100,300	16,422,100
Total Restricted Funds	13,989,000	15,973,100	16,369,600	16,100,300	16,422,100
TOTAL SOURCE OF FUNDS	803,463,400	918,093,100	940,443,000	797,720,300	819,095,500
EXPENDITURES BY CLASS					
Personnel Costs	11,881,600	12,065,700	12,262,200	12,192,900	12,314,700
Operating Expenses	1,981,500	3,781,500	3,981,500	3,781,500	3,981,500
Grants Loans Benefits	728,896,000	850,460,000	891,057,500	729,960,000	769,657,500
Debt Service	60,578,400	51,660,000	33,015,900	51,660,000	33,015,900
Capital Outlay	125,900	125,900	125,900	125,900	125,900
TOTAL EXPENDITURES	803,463,400	918,093,100	940,443,000	797,720,300	819,095,500
EXPENDITURES BY FUND SOURCE					
General Fund	789,474,400	902,120,000	924,073,400	781,620,000	802,673,400
Restricted Funds	13,989,000	15,973,100	16,369,600	16,100,300	16,422,100
TOTAL EXPENDITURES	803,463,400	918,093,100	940,443,000	797,720,300	819,095,500
EXPENDITURES BY UNIT					
Teachers' Retirement System	803,463,400	918,093,100	940,443,000	797,720,300	819,095,500
TOTAL EXPENDITURES	803,463,400	918,093,100	940,443,000	797,720,300	819,095,500

The Teachers' Retirement System, as defined in KRS 161.220 161.716, was established in 1940 to provide a broad program of retirement benefits, death and survivor benefits, medical insurance benefits, and disability benefits to its membership.

Administration of the System is the responsibility of the nine member Board of Trustees. Two of the members, the Commissioner of Education and the State Treasurer, are ex officio, serving by reason of their constitutional offices. The members of the Retirement System elect the remaining seven trustees for four year terms. Four of these must be active members of the Retirement System, one must be a retired member, and two must be persons from outside the teaching profession. The Board of Trustees appoints an Executive Secretary who is responsible for the administration of the affairs of the Retirement System under policies established by the Board.

Membership is comprised of all persons occupying positions in the public elementary or secondary schools for which certification is required. In addition, staff members of Western Kentucky University, Eastern Kentucky University, Morehead State University, Murray State University, Kentucky State University, professional staff of the Department of Education, Cabinet for Workforce Development, faculty members of the School for the Deaf, the School for the Blind, as well as faculty of the state and area vocational schools are members. Membership is mandatory for all persons teaching in the public schools or other institutions covered by the statutes governing teachers' retirement.

Benefits are financed through member contributions, contributions by the state, and income accruing from the invested reserves of the system. The General Assembly has set the member contribution rate at 9.855 percent of gross salary for persons other than university faculty members joining the system prior to July 1, 2008. Persons joining on or after that date contribute 10.855 percent of gross salary. University faculty members who joined the system prior to July 1, 2008 contribute 8.375 percent of gross salary and their employer matches this amount. University faculty members joining on or after that date contribute 9.375 percent of gross salary with the employer matching that amount. In addition, each employer contributes an overmatch of 3.25 percent of gross salary to help reduce the system's unfunded liability. The reserves of the agency are invested in a manner that will provide a reasonable rate of return with major emphasis on the protection of the reserves.

HB 540 enacted by the 2010 Regular Session of the General Assembly required additional contributions to ensure the solvency and stability of the retirement system's medical insurance fund. Members hired prior to July 1, 2008 contribute an additional 3.0% and members hired July 1, 2008 or later contribute an additional 2.0% to the medical insurance fund. This brings the total member contributions for the medical insurance to 3.75% for all members.

The employer match for Department of Education, the Cabinet for Workforce Development, and university employees is budgeted within the Department, the Cabinet, and the affected universities and is then transferred to the Teachers' Retirement System.

Funding for the employer match on behalf of local school district members is provided as an adjunct to the Support Education Excellence in Kentucky program (SEEK) within the Department of Education.

Policy

The Executive Budget includes General Fund support in the amount of \$51,660,000 in fiscal year 2021 and \$33,015,900 in fiscal year 2022 for debt service on bonds previously issued.

The Executive Budget includes sufficient General Fund support to meet the amortized cost of previously enacted cost-of-living adjustments (COLAs) and other benefit improvements for system members.

The Executive Budget fulfilled the General Assembly's 2014 pledge to use lesser debt service in the amount of \$8,918,400 in fiscal year 2021 and \$27,562,500 in fiscal year 2022 to reduce pension liability.

The Executive Budget includes \$445,600 in fiscal year 2021 and \$14,799,000 in fiscal year 2022 in General Fund Support to fund the actuarially determined contribution amount requested by the Teachers' Retirement System.

The Executive Budget includes \$61,700,000 in fiscal year 2021 and \$68,400,000 in fiscal year 2022 to support single coverage health insurance for retirees under age 65.

The Executive Budget includes \$4,633,100 in fiscal year 2021 and \$9,226,200 in fiscal year 2022 in General Fund support for initial payments on the amortized cost of increased retirement allowances for those recipients retiring during the 2020-2022 biennium who are eligible to add accrued sick leave to their final year of service.

General Government

Judgments

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation				22,500,000	22,500,000
Current Year Appropriation	16,900,000				
Total General Fund	16,900,000			22,500,000	22,500,000
TOTAL SOURCE OF FUNDS	16,900,000			22,500,000	22,500,000
EXPENDITURES BY CLASS					
Operating Expenses	16,900,000			22,500,000	22,500,000
TOTAL EXPENDITURES	16,900,000			22,500,000	22,500,000
EXPENDITURES BY FUND SOURCE					
General Fund	16,900,000			22,500,000	22,500,000
TOTAL EXPENDITURES	16,900,000			22,500,000	22,500,000
EXPENDITURES BY UNIT					
Judgments	16,900,000			22,500,000	22,500,000
TOTAL EXPENDITURES	16,900,000			22,500,000	22,500,000

The Judgments budget unit is for the payment of judgments rendered against the Commonwealth by courts and orders of the State Personnel Board; for the payment of medical malpractice judgments against the University of Kentucky and the University of Louisville; and for the payment of judgments, audit adjustments, and excess billings to federal programs related to transfers from statewide internal service funds to the General Fund authorized by prior appropriations bills. Any required expenditure over the amounts appropriated is to be paid from the General Fund Surplus account or the Budget Reserve Trust Fund.

Policy

The Executive Budget includes additional General Fund in the amount of \$16,900,000 in fiscal year 2020 and \$22,500,000 in fiscal years 2021 and 2022 for known liabilities.

General Government
Appropriations Not Otherwise Classified

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	14,526,400	20,526,400	20,526,400	14,526,400	14,526,400
Current Year Appropriation	4,500,000				
Total General Fund	19,026,400	20,526,400	20,526,400	14,526,400	14,526,400
TOTAL SOURCE OF FUNDS	19,026,400	20,526,400	20,526,400	14,526,400	14,526,400
EXPENDITURES BY CLASS					
Personnel Costs	16,639,900	18,139,900	18,139,900	12,139,900	12,139,900
Operating Expenses	2,383,400	2,383,400	2,383,400	2,383,400	2,383,400
Grants Loans Benefits	3,100	3,100	3,100	3,100	3,100
TOTAL EXPENDITURES	19,026,400	20,526,400	20,526,400	14,526,400	14,526,400
EXPENDITURES BY FUND SOURCE					
General Fund	19,026,400	20,526,400	20,526,400	14,526,400	14,526,400
TOTAL EXPENDITURES	19,026,400	20,526,400	20,526,400	14,526,400	14,526,400
EXPENDITURES BY UNIT					
Attorney General Expense	450,000	450,000	450,000	450,000	450,000
Kentucky Claims Commission Award	200,000	200,000	200,000	200,000	200,000
Guardian Ad Litem	16,124,900	17,624,900	17,624,900	11,624,900	11,624,900
Prior Year Claims	100,000	100,000	100,000	100,000	100,000
Unredeemed Checks Refunded	1,252,400	1,252,400	1,252,400	1,252,400	1,252,400
Involuntary Commitments-ICF/MR	65,000	65,000	65,000	65,000	65,000
Frankfort In Lieu of Taxes	195,000	195,000	195,000	195,000	195,000
Frankfort Cemetery	3,100	3,100	3,100	3,100	3,100
Survivor Benefits	488,900	488,900	488,900	488,900	488,900
Med Malpractice Liability Ins Reimb	97,100	97,100	97,100	97,100	97,100
Blanket Employee Bonds	50,000	50,000	50,000	50,000	50,000
TOTAL EXPENDITURES	19,026,400	20,526,400	20,526,400	14,526,400	14,526,400

Appropriations Not Otherwise Classified (ANOC) are appropriations not related to particular programs. Each item within this category has been given program status so that expenditures can be budgeted and accounted for separately. It includes such items as Attorney General expenses for defending employees of the Commonwealth and prior year claims for legal obligations of the Commonwealth. Any expenditure for costs of items included within this classification over the amounts appropriated is to be paid from the General Fund Surplus account or the Budget Reserve Trust Fund.

Policy

The Executive Budget includes additional General Fund in the amount of \$4,500,000 in fiscal year 2020 for known liabilities in the ANOC budget unit. Expenses that exceed this amount will be considered a necessary government expense and shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705).

General Government
KY Communications Network Authority

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	34,268,300	40,200,800	41,463,100	34,382,900	34,411,300
Total General Fund	34,268,300	40,200,800	41,463,100	34,382,900	34,411,300
Restricted Funds					
Balance Forward	2,293,100			793,100	
Current Receipts		9,423,200	9,423,200	11,240,000	12,106,400
Total Restricted Funds	2,293,100	9,423,200	9,423,200	12,033,100	12,106,400
TOTAL SOURCE OF FUNDS	36,561,400	49,624,000	50,886,300	46,416,000	46,517,700
EXPENDITURES BY CLASS					
Personnel Costs	4,624,500	10,576,200	10,968,200	3,423,000	3,808,800
Operating Expenses	31,143,800	39,047,800	39,918,100	42,993,000	42,708,900
TOTAL EXPENDITURES	35,768,300	49,624,000	50,886,300	46,416,000	46,517,700
EXPENDITURES BY FUND SOURCE					
General Fund	34,268,300	40,200,800	41,463,100	34,382,900	34,411,300
Restricted Funds	1,500,000	9,423,200	9,423,200	12,033,100	12,106,400
TOTAL EXPENDITURES	35,768,300	49,624,000	50,886,300	46,416,000	46,517,700
EXPENDITURES BY UNIT					
KY Communications Network Authority	35,768,300	49,624,000	50,886,300	46,416,000	46,517,700
TOTAL EXPENDITURES	35,768,300	49,624,000	50,886,300	46,416,000	46,517,700

Executive Order 2015-574 created the Kentucky Communications Network Authority (KCNA), now codified in KRS Chapter 154.15.

KCNA, in conjunction with the Board of the Kentucky Communications Network Authority, will manage and oversee the KentuckyWired network, the Commonwealth's open-access broadband network. KentuckyWired is a Commonwealth public infrastructure project that will be built to provide broadband service using a modern high-capacity fiber infrastructure. The primary purpose of the project will be to provide broadband services to all of the Commonwealth's agencies and its public postsecondary education institutions. The project is designed to have the capacity and ability to service other public sector organizations, like public libraries and public school districts. The network will be comprised of more than 3,000 miles of high-speed internet connectivity throughout Kentucky's 120 counties.

As authorized by the 2014-2016 Executive Branch appropriations act, a public-private partnership has been established to design, build, operate and maintain the network for 30 years. The partnership leverages private sector funding for most of the construction costs of the project. The Commonwealth will shift resources from payments for current services to pay for the new and substantially faster state-owned network. The Commonwealth retains ownership of the network.

KentuckyWired is unique in that it will be an "open access" network. This means cities, partnerships, private companies or other groups may acquire access to these "middle-mile" lines, but the network will not be providing "last mile" services, or the lines that run to individual homes or businesses.

Policy

The Executive Budget includes additional General Fund in the amount of \$84,900 in fiscal year 2021 and \$92,600 in fiscal year 2022 to fund cost increases associated with the actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$5,500 in fiscal year 2021 and \$25,100 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

Economic Development

Economic Development

Economic Development

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	25,606,300	51,875,000	51,972,000	29,244,500	32,842,800
Continuing Approp-General Fund	8,200,000				
Total General Fund	33,806,300	51,875,000	51,972,000	29,244,500	32,842,800
Restricted Funds					
Balance Forward	2,549,200	976,000	1,046,000	976,000	351,000
Current Receipts	2,743,600	3,094,600	3,127,800	3,020,000	3,020,000
Total Restricted Funds	5,292,800	4,070,600	4,173,800	3,996,000	3,371,000
Federal Fund					
Balance Forward	-127,900	124,400	122,400	124,400	122,400
Current Receipts	652,300	304,400	261,000	304,400	261,000
Total Federal Fund	524,400	428,800	383,400	428,800	383,400
TOTAL SOURCE OF FUNDS	39,623,500	56,374,400	56,529,200	33,669,300	36,597,200
EXPENDITURES BY CLASS					
Personnel Costs	13,523,200	16,729,700	16,859,300	12,347,700	12,479,900
Operating Expenses	2,561,800	4,864,500	4,821,200	3,939,800	3,869,600
Grants Loans Benefits	22,438,100	33,611,800	33,611,800	15,373,900	15,373,800
Debt Service				1,534,500	4,332,000
TOTAL EXPENDITURES	38,523,100	55,206,000	55,292,300	33,195,900	36,055,300
EXPENDITURES BY FUND SOURCE					
General Fund	33,806,300	51,875,000	51,972,000	29,244,500	32,842,800
Restricted Funds	4,316,800	3,024,600	3,057,800	3,645,000	2,950,000
Federal Fund	400,000	306,400	262,500	306,400	262,500
TOTAL EXPENDITURES	38,523,100	55,206,000	55,292,300	33,195,900	36,055,300
EXPENDITURES BY UNIT					
Economic Development	38,523,100	55,206,000	55,292,300	33,195,900	36,055,300
TOTAL EXPENDITURES	38,523,100	55,206,000	55,292,300	33,195,900	36,055,300

The Cabinet for Economic Development is governed by the Kentucky Economic Development Partnership. The Partnership board has 11 voting members and two non-voting members. The 11 voting members are the Governor, who is chairman, the Secretary of the Finance and Administration Cabinet, the Secretary of the Energy and Environment Cabinet, and eight citizen members appointed by the Governor who represent all sectors of the economic development community. The Secretary of the Cabinet for Economic Development (nominated by the Economic Development Partnership and appointed by the Governor) and the Secretary of the Tourism, Arts and Heritage Cabinet serve as non-voting members.

The budgetary resources for the Cabinet are organized in four programs within a single appropriation unit. Business Development is the Commonwealth's marketing and sales force to both prospective investors and existing businesses. Its resources include Kentucky-based business development agents and representatives in Tokyo, Japan and Hamburg, Germany; a database of available sites; comprehensive market research; targeted programs for small businesses; and support of the statewide network of Innovation and Commercialization Centers. The Bluegrass State Skills Corporation makes matching grants for industry-specific training of employees. Financial Services administers loans, grants and tax incentives available to businesses that invest and create or maintain jobs in Kentucky, and staffs the Kentucky Economic Development Finance Authority. The Office of the Secretary provides strategic direction for Cabinet activities and administrative services such as legal, fiscal, budget, personnel and asset management.

Policy

The Executive Budget includes General Fund of \$400,000 in each fiscal year for the Louisville Waterfront Development Corporation.

The Executive Budget includes General Fund of \$1,962,100 in fiscal year 2020-2021 and \$1,962,000 in fiscal year 2021-2022 for the Economic Development Venture Fund.

The Executive Budget includes additional General Fund in the amount of \$304,500 in fiscal year 2021 and \$332,200 in fiscal year 2022 to fund the cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$36,700 in fiscal year 2021 and \$106,600 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

The Executive Budget includes General Fund debt service in the amount of \$1,534,500 in fiscal year 2020-2021 and \$4,332,000 in fiscal year 2021-2022 to support new bonds as set forth in Part II, Capital Projects Budget.

Department of Education

Department of Education
Department of Education

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	4,124,254,500	4,562,825,100	4,565,778,100	4,165,548,300	4,209,219,500
Continuing Approp-General Fund				67,800,000	8,500,000
Reorganization Adjustment	3,643,800				
Total General Fund	4,127,898,300	4,562,825,100	4,565,778,100	4,233,348,300	4,217,719,500
Restricted Funds					
Balance Forward	16,171,944				
Current Receipts	5,838,531	22,711,800	23,304,900	22,711,800	23,304,900
Non-Revenue Receipts	21,410,425	27,220,500	27,304,400	23,720,500	24,204,400
Fund Transfers				-200,000	
Total Restricted Funds	43,420,900	49,932,300	50,609,300	46,232,300	47,509,300
Federal Fund					
Balance Forward	171,000				
Current Receipts	968,859,300	971,728,200	971,836,400	971,728,200	971,836,400
Total Federal Fund	969,030,300	971,728,200	971,836,400	971,728,200	971,836,400
TOTAL SOURCE OF FUNDS	5,140,349,500	5,584,485,600	5,588,223,800	5,251,308,800	5,237,065,200
EXPENDITURES BY CLASS					
Personnel Costs	133,557,500	143,143,000	147,095,100	124,433,700	126,626,700
Operating Expenses	33,184,400	35,299,600	35,306,700	34,320,700	34,466,300
Grants Loans Benefits	4,905,807,600	5,406,043,000	5,405,822,000	5,083,052,400	5,073,570,200
Debt Service				1,002,000	2,402,000
TOTAL EXPENDITURES	5,072,549,500	5,584,485,600	5,588,223,800	5,242,808,800	5,237,065,200
EXPENDITURES BY FUND SOURCE					
General Fund	4,060,098,300	4,562,825,100	4,565,778,100	4,224,848,300	4,217,719,500
Restricted Funds	43,420,900	49,932,300	50,609,300	46,232,300	47,509,300
Federal Fund	969,030,300	971,728,200	971,836,400	971,728,200	971,836,400
TOTAL EXPENDITURES	5,072,549,500	5,584,485,600	5,588,223,800	5,242,808,800	5,237,065,200
EXPENDITURES BY UNIT					
Support Education Excellence in Kentucky (SEEK)	2,962,480,900	3,363,724,400	3,337,422,200	3,120,599,700	3,086,996,400
Operations and Support Services	474,184,900	492,301,300	495,543,100	475,797,400	478,671,900
Learning and Results Services	1,635,883,700	1,728,459,900	1,755,258,500	1,646,411,700	1,671,396,900
TOTAL EXPENDITURES	5,072,549,500	5,584,485,600	5,588,223,800	5,242,808,800	5,237,065,200

In enacting the Kentucky Education Reform Act (KERA), the 1990 General Assembly provided for a reconstituted Department of Education to implement KERA along with existing programs. In accordance with KRS 156.148, the Department of Education is headed by a Commissioner of Education appointed by the Kentucky Board of Education.

Department of Education
Support Education Excellence in Kentucky (SEEK)

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,047,480,900	3,363,724,400	3,337,422,200	3,069,799,700	3,086,996,400
Continuing Approp-General Fund				50,800,000	
Other	-34,200,000				
Total General Fund	3,013,280,900	3,363,724,400	3,337,422,200	3,120,599,700	3,086,996,400
TOTAL SOURCE OF FUNDS	3,013,280,900	3,363,724,400	3,337,422,200	3,120,599,700	3,086,996,400
EXPENDITURES BY CLASS					
Grants Loans Benefits	2,962,480,900	3,363,724,400	3,337,422,200	3,120,599,700	3,086,996,400
TOTAL EXPENDITURES	2,962,480,900	3,363,724,400	3,337,422,200	3,120,599,700	3,086,996,400
EXPENDITURES BY FUND SOURCE					
General Fund	2,962,480,900	3,363,724,400	3,337,422,200	3,120,599,700	3,086,996,400
TOTAL EXPENDITURES	2,962,480,900	3,363,724,400	3,337,422,200	3,120,599,700	3,086,996,400
EXPENDITURES BY UNIT					
Base Funding	2,007,071,700	2,181,393,500	2,157,690,800	2,011,556,500	1,987,926,300
Pupil Transportation	214,752,800	376,944,400	376,944,400	214,752,800	214,752,800
Equalized Facilities	130,114,600	163,579,600	156,886,600	163,579,600	156,886,600
Tier I Equalization	164,893,000	179,931,200	173,947,000	181,529,400	175,492,200
National Board Cert Salary Supplement	2,750,000	4,600,000	4,655,500	2,750,000	2,750,000
State-Run Voc Schools Reimbursement	22,881,900	24,555,700	25,057,900	22,881,900	22,881,900
Vocational Education Transportation	2,416,900	8,200,000	8,200,000	2,416,900	2,416,900
Local District Teachers' Retirement Match	417,600,000	424,520,000	434,040,000	435,865,900	444,591,700
Teacher Salary Increase				85,266,700	79,298,000
TOTAL EXPENDITURES	2,962,480,900	3,363,724,400	3,337,422,200	3,120,599,700	3,086,996,400

Policy

The Executive Budget provides funding to accommodate a projected average daily attendance of 587,693 in fiscal year 2020-2021 and 586,620 in fiscal year 2021-2022. The base SEEK per pupil guarantee amount is \$4,040 in each fiscal year. The projected total local school district assessed property valuation is \$358.7 billion in fiscal year 2020-2021 and \$369.1 billion in fiscal year 2021-2022. Projected numbers represent a consensus reached by the Department of Education and the Office of State Budget Director.

The Executive Budget provides funding of \$214,752,800 in each fiscal year for the pupil transportation program. The budget includes \$181,529,400 in fiscal year 2020-2021 and \$175,492,200 in fiscal year 2021-2022 to provide Tier I funding to local school districts to equalize local revenues raised under this SEEK component at a level of \$916,000 of assessed property valuation per student (150 percent of the projected statewide average per pupil during the 2020-2022 biennium).

The Executive Budget provides funding for the Facilities Support Program of Kentucky (FSPK) in the amounts of \$163,579,600 in fiscal year 2020-2021 and \$156,886,600 in fiscal year 2021-2022 to provide equalization funding for local district revenues from the equivalent nickel levy.

The Executive Budget includes \$22,881,900 in each fiscal year to reimburse state-operated vocational facilities for the costs of providing course offerings to students from local school districts. Funding for vocational education transportation is maintained at the fiscal year 2019-2020 level of \$2,416,900 in fiscal year 2020-2021 and fiscal year 2021-2022.

The Executive Budget includes \$435,865,900 in fiscal year 2020-2021 and \$444,591,700 in fiscal year 2021-2022 for the Teachers' Retirement employer match on behalf of local school districts.

The Executive Budget provides \$2,750,000 in each fiscal year for annual salary supplements to teachers achieving and maintaining certification by the National Board for Professional Teaching Standards.

The Executive Budget includes General Fund in the amount of \$85,266,700 in fiscal year 2021 and \$79,298,000 in fiscal year 2022 to fund cost increases associated with \$2,000 teacher salary increases.

The Executive Budget includes General Fund in the amount of \$38,976,300 in fiscal year 2021 and \$48,515,800 in fiscal year 2022 to fund the one-percent increase in the base SEEK per pupil guarantee.

Notwithstanding 2018 Ky. Acts ch. 169, Part I, C., (3), KRS 45.229 and KRS 157.310 to 157.440, in fiscal year 2019-2020, \$85,000,000 of unexpended SEEK shall not lapse. Of the \$85,000,000, \$17,200,000 shall be transferred to the Learning and Results Services appropriation unit in fiscal year 2019-2020 to pay for health insurance costs for school district employees due and owing to the Kentucky employees' health plan. Of the remaining \$67,800,000, \$17,000,000 shall be transferred to the Learning and Results Services appropriation unit in fiscal year 2019-2020 and continued into fiscal year 2020-2021 for textbooks for local school districts, and \$50,800,000 shall continue into fiscal year 2020-2021 in the SEEK appropriation unit to be used to offset the fiscal 2020-2021 costs of the \$2,000 teacher salary increase.

**Department of Education
Operations and Support Services**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	56,326,300	74,025,100	77,185,800	57,721,200	60,314,600
Reorganization Adjustment	1,279,000				
Total General Fund	57,605,300	74,025,100	77,185,800	57,721,200	60,314,600
Restricted Funds					
Balance Forward	3,686,900				
Current Receipts	2,530,100	5,230,200	5,268,200	5,230,200	5,268,200
Non-Revenue Receipts	1,184,500	2,883,300	2,883,300	2,883,300	2,883,300
Fund Transfers				-200,000	
Total Restricted Funds	7,401,500	8,113,500	8,151,500	7,913,500	8,151,500
Federal Fund					
Balance Forward	171,000				
Current Receipts	409,007,100	410,162,700	410,205,800	410,162,700	410,205,800
Total Federal Fund	409,178,100	410,162,700	410,205,800	410,162,700	410,205,800
TOTAL SOURCE OF FUNDS	474,184,900	492,301,300	495,543,100	475,797,400	478,671,900
EXPENDITURES BY CLASS					
Personnel Costs	22,620,900	23,595,200	23,835,700	19,648,300	20,809,900
Operating Expenses	22,745,000	23,180,000	23,186,900	23,180,000	23,186,900
Grants Loans Benefits	428,819,000	445,526,100	448,520,500	431,967,100	432,273,100
Debt Service				1,002,000	2,402,000
TOTAL EXPENDITURES	474,184,900	492,301,300	495,543,100	475,797,400	478,671,900
EXPENDITURES BY FUND SOURCE					
General Fund	57,605,300	74,025,100	77,185,800	57,721,200	60,314,600
Restricted Funds	7,401,500	8,113,500	8,151,500	7,913,500	8,151,500
Federal Fund	409,178,100	410,162,700	410,205,800	410,162,700	410,205,800
TOTAL EXPENDITURES	474,184,900	492,301,300	495,543,100	475,797,400	478,671,900
EXPENDITURES BY UNIT					
Commissioner's Office/Board of Education	2,734,000	3,090,500	3,119,300	2,734,000	2,734,000
Finance & Operations	431,157,900	433,793,500	436,949,000	432,770,400	435,644,900
Legal Services	1,428,100	1,517,200	1,530,900	1,428,100	1,428,100
Education Technology	38,864,900	53,900,100	53,943,900	38,864,900	38,864,900
TOTAL EXPENDITURES	474,184,900	492,301,300	495,543,100	475,797,400	478,671,900

The Operations and Support Services program area consists of the Office of Finance and Operations; the Office of Education Technology; the Office of Legal Services; Commissioner of Education, and the Kentucky Board of Education.

Policy

The Executive Budget includes additional General Fund in the amount of \$293,100 in fiscal year 2021 and \$326,100 in fiscal year 2022 to fund cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$59,500 in fiscal year 2021 and \$198,400 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

**Department of Education
Operations and Support Services
Commissioner's Office/Board of Education**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,629,100	2,985,600	3,014,400	2,629,100	2,629,100
Total General Fund	2,629,100	2,985,600	3,014,400	2,629,100	2,629,100
Restricted Funds					
Balance Forward	103,500				
Current Receipts	1,400	104,900	104,900	104,900	104,900
Total Restricted Funds	104,900	104,900	104,900	104,900	104,900
TOTAL SOURCE OF FUNDS	2,734,000	3,090,500	3,119,300	2,734,000	2,734,000
EXPENDITURES BY CLASS					
Personnel Costs	2,589,400	2,788,200	2,816,900	2,431,700	2,431,600
Operating Expenses	144,600	302,300	302,400	302,300	302,400
TOTAL EXPENDITURES	2,734,000	3,090,500	3,119,300	2,734,000	2,734,000
EXPENDITURES BY FUND SOURCE					
General Fund	2,629,100	2,985,600	3,014,400	2,629,100	2,629,100
Restricted Funds	104,900	104,900	104,900	104,900	104,900
TOTAL EXPENDITURES	2,734,000	3,090,500	3,119,300	2,734,000	2,734,000

The 1990 General Assembly, as part of the Kentucky Education Reform Act (KERA), provided in KRS 156.148 for the appointment of a Commissioner of Education by the Kentucky Board of Education (KBE) to serve as the chief state school officer.

The Kentucky Board of Education consists of 14 members. The governor appoints 11 voting members – four represent the state at large and seven represent the Supreme Court districts. The remaining three members, the Secretary of the Education and Workforce Development Cabinet, the President of the Council on Postsecondary Education (CPE), and an active elementary or secondary school teacher, serve as non-voting members. Each member serves a four-year term and may be reappointed. The Kentucky Board of Education members elect a board chair and vice chair at the beginning of each fiscal year.

The Commissioner of Education's qualifications and compensation are set by the Kentucky Board of Education. The Commissioner serves at the pleasure of the Board. The Commissioner is responsible for carrying out all duties assigned by the legislature; for executing education policy as directed by the State Board; and directing the work of all persons employed by the Department of Education.

**Department of Education
Operations and Support Services
Finance & Operations**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	14,683,200	15,622,200	18,696,600	14,799,100	17,392,500
Total General Fund	14,683,200	15,622,200	18,696,600	14,799,100	17,392,500
Restricted Funds					
Balance Forward	3,583,400				
Current Receipts	2,528,700	5,125,300	5,163,300	5,125,300	5,163,300
Non-Revenue Receipts	1,184,500	2,883,300	2,883,300	2,883,300	2,883,300
Fund Transfers				-200,000	
Total Restricted Funds	7,296,600	8,008,600	8,046,600	7,808,600	8,046,600
Federal Fund					
Balance Forward	171,000				
Current Receipts	409,007,100	410,162,700	410,205,800	410,162,700	410,205,800
Total Federal Fund	409,178,100	410,162,700	410,205,800	410,162,700	410,205,800
TOTAL SOURCE OF FUNDS	431,157,900	433,793,500	436,949,000	432,770,400	435,644,900
EXPENDITURES BY CLASS					
Personnel Costs	14,855,800	15,606,200	15,760,500	12,540,100	13,701,800
Operating Expenses	4,643,500	4,751,600	4,758,400	4,751,600	4,758,400
Grants Loans Benefits	411,658,600	413,435,700	416,430,100	414,476,700	414,782,700
Debt Service				1,002,000	2,402,000
TOTAL EXPENDITURES	431,157,900	433,793,500	436,949,000	432,770,400	435,644,900
EXPENDITURES BY FUND SOURCE					
General Fund	14,683,200	15,622,200	18,696,600	14,799,100	17,392,500
Restricted Funds	7,296,600	8,008,600	8,046,600	7,808,600	8,046,600
Federal Fund	409,178,100	410,162,700	410,205,800	410,162,700	410,205,800
TOTAL EXPENDITURES	431,157,900	433,793,500	436,949,000	432,770,400	435,644,900

The Office of Finance and Operations consists of the following divisions: the Division of Budget and Financial Management, the Division of District Support, the Division of Resource Management, and the Division of School and Community Nutrition.

The Division of Budget and Financial Management supervises the department's annual and biennial budget creation, budget analysis and forecasting, expenditure authorizations, personnel approvals, and allotment as well as appropriation adjustments. The Division also supervises expenditure and accounting transactions, purchasing and document preparation, and pre-audit functions. The Division serves as agency liaison with the Auditor of Public Accounts, the Finance and Administration Cabinet, the Office of State Budget Director, and the Legislative Research Commission budget staff.

The Division of District Support distributes state SEEK funds to local school districts and provides districts with assistance on salary schedules, data management, facility management, and budgeting. Staff of the Division work with various Department of Education, Council for Postsecondary Education, and Professional Standards Board program areas in analyzing data and determining requirements for data entered in the Department's enterprise data system. The Division also reviews local school district facility plans and compiles information on school district construction needs for the School Facilities Construction Commission.

The Division of Resource Management provides personnel and payroll services to Department staff. These services include the administration of the state merit system, Family Medical Leave Act, Workers' Compensation, sick leave sharing, tuition assistance, employee training, Fair Labor Standards Act, Americans with Disabilities Act, and all other related employment laws and regulations.

The Division of School and Community Nutrition oversees the administration of the following National School Lunch Act and Child Nutrition Act programs in local school districts and other eligible agencies: National School Lunch program, School Breakfast program, Special Milk program, Child Care Food program, Summer Food Service program, and the Nutrition Education and Training program.

**Department of Education
Operations and Support Services**

Legal Services

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	783,300	1,517,200	1,530,900	1,428,100	1,428,100
Reorganization Adjustment	644,800				
Total General Fund	1,428,100	1,517,200	1,530,900	1,428,100	1,428,100
TOTAL SOURCE OF FUNDS	1,428,100	1,517,200	1,530,900	1,428,100	1,428,100
EXPENDITURES BY CLASS					
Personnel Costs	1,272,900	1,369,800	1,383,500	1,280,700	1,280,700
Operating Expenses	155,200	147,400	147,400	147,400	147,400
TOTAL EXPENDITURES	1,428,100	1,517,200	1,530,900	1,428,100	1,428,100
EXPENDITURES BY FUND SOURCE					
General Fund	1,428,100	1,517,200	1,530,900	1,428,100	1,428,100
TOTAL EXPENDITURES	1,428,100	1,517,200	1,530,900	1,428,100	1,428,100

The Office of Legal Services provides a variety of legal, legislative, and communication services for the Department of Education. These services include: providing in-house counsel and advice for the Department and the Kentucky Board of Education; representing the Department and the Kentucky Board of Education before administrative agencies and courts of law; offering informal legal advice to local school districts and the general public; overseeing news media relations for the Commissioner and the Department of Education; creating print and electronic publications; providing photographic services for the Department, and maintaining the Department of Education's website.

**Department of Education
Operations and Support Services
Education Technology**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	38,230,700	53,900,100	53,943,900	38,864,900	38,864,900
Reorganization Adjustment	634,200				
Total General Fund	38,864,900	53,900,100	53,943,900	38,864,900	38,864,900
TOTAL SOURCE OF FUNDS	38,864,900	53,900,100	53,943,900	38,864,900	38,864,900
EXPENDITURES BY CLASS					
Personnel Costs	3,902,800	3,831,000	3,874,800	3,395,800	3,395,800
Operating Expenses	17,801,700	17,978,700	17,978,700	17,978,700	17,978,700
Grants Loans Benefits	17,160,400	32,090,400	32,090,400	17,490,400	17,490,400
TOTAL EXPENDITURES	38,864,900	53,900,100	53,943,900	38,864,900	38,864,900
EXPENDITURES BY FUND SOURCE					
General Fund	38,864,900	53,900,100	53,943,900	38,864,900	38,864,900
TOTAL EXPENDITURES	38,864,900	53,900,100	53,943,900	38,864,900	38,864,900

The Office of Education Technology (OET) provides planning, administration, and quality assurance for the Kentucky Education Technology System (KETS). OET consists of four areas: the Division of School Technology Services; the Division of School Technology Planning and Project Management; the Division of School Data Services, and KETS Field Services.

The Division of School Technology Planning and Project Management develops and implements the KETS Master Plan, oversees the KETS Offers of Assistance program, and manages the Kentucky Education Network (KEN).

The KETS Offers of Assistance program provides school districts with state funds for education technology purchases. The Division of Engineering and Management determines which districts are eligible to receive KETS offers of assistance and submits this information to the School Facilities Construction Commission (SFCC). The SFCC distributes KETS offers of assistance to eligible districts based on each district's average daily attendance. School districts must spend the offers on appropriate education technology items or services and the districts are required to match funds dollar for dollar.

KEN is the wide-area-network that provides high speed network connectivity and Internet access to Kentucky school districts, the Kentucky School for the Blind, the Kentucky School for the Deaf, and the Department of Education.

The Division of School Technology Services manages the technical support Customer Service Center, oversees school networking, messaging and security services as well as supports the School District Financial Management System (MUNIS) and other systems,

The Division of School Data Services manages the Kentucky Student Information System (KSIS), Department of Education Enterprise Data Dictionary, and master reporting schedule. The Division is also responsible for handling systematic data quality issues that cross all agency and district data systems.

KETS Field Services interact directly with District Technology Coordinators and school district technical staff to support the Student Technology Leadership Program (STLP), Microsoft IT Academy and other education technology programs.

STLP is an education technology program focused on project-based learning to empower students in all grade levels to use technology.

The Microsoft IT Academy is an educational technology program that prepares educators and students for industry recognized certifications.

**Department of Education
Learning and Results Services**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,020,447,300	1,125,075,600	1,151,170,100	1,038,027,400	1,061,908,500
Continuing Approp-General Fund				17,000,000	8,500,000
Reorganization Adjustment	2,364,800				
Other	34,200,000				
Total General Fund	1,057,012,100	1,125,075,600	1,151,170,100	1,055,027,400	1,070,408,500
Restricted Funds					
Balance Forward	12,485,044				
Current Receipts	3,308,431	17,481,600	18,036,700	17,481,600	18,036,700
Non-Revenue Receipts	20,225,925	24,337,200	24,421,100	20,837,200	21,321,100
Total Restricted Funds	36,019,400	41,818,800	42,457,800	38,318,800	39,357,800
Federal Fund					
Current Receipts	559,852,200	561,565,500	561,630,600	561,565,500	561,630,600
Total Federal Fund	559,852,200	561,565,500	561,630,600	561,565,500	561,630,600
TOTAL SOURCE OF FUNDS	1,652,883,700	1,728,459,900	1,755,258,500	1,654,911,700	1,671,396,900
EXPENDITURES BY CLASS					
Personnel Costs	110,936,600	119,547,800	123,259,400	104,785,400	105,816,800
Operating Expenses	10,439,400	12,119,600	12,119,800	11,140,700	11,279,400
Grants Loans Benefits	1,514,507,700	1,596,792,500	1,619,879,300	1,530,485,600	1,554,300,700
TOTAL EXPENDITURES	1,635,883,700	1,728,459,900	1,755,258,500	1,646,411,700	1,671,396,900
EXPENDITURES BY FUND SOURCE					
General Fund	1,040,012,100	1,125,075,600	1,151,170,100	1,046,527,400	1,070,408,500
Restricted Funds	36,019,400	41,818,800	42,457,800	38,318,800	39,357,800
Federal Fund	559,852,200	561,565,500	561,630,600	561,565,500	561,630,600
TOTAL EXPENDITURES	1,635,883,700	1,728,459,900	1,755,258,500	1,646,411,700	1,671,396,900
EXPENDITURES BY UNIT					
Continuous Improvement & Support	378,445,800	393,818,900	393,867,100	378,985,600	379,011,400
Special Education & Early Learning	301,223,700	316,159,500	316,195,000	307,070,800	307,100,400
Educator Licensure and Effectiveness	38,762,400	53,147,500	53,179,700	33,580,600	35,986,800
Standards, Assessment & Accountability	72,959,500	95,286,100	95,370,800	83,959,500	83,959,500
Career & Technical Education & Student Transition	82,480,100	98,857,700	100,672,800	90,498,400	92,164,600
Local District Health and Life Insurance	742,967,000	747,498,300	770,533,400	733,118,400	753,972,300
State Schools	19,045,200	23,691,900	25,439,700	19,198,400	19,201,900
TOTAL EXPENDITURES	1,635,883,700	1,728,459,900	1,755,258,500	1,646,411,700	1,671,396,900

The Learning and Results Services program area consists of the following offices: Office of Continuous Improvement and Support; Office of Special Education and Early Learning; Office of Educator Licensure and Effectiveness; Office of Standards, Assessment and Accountability; and Office of Career and Technical Education and Student Transition.

Policy

The Executive Budget includes additional General Fund in the amount of \$588,200 in fiscal year 2021 and \$658,600 in fiscal year 2022 to fund cost increases of actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$298,800 in fiscal year 2021 and \$769,500 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

**Department of Education
Learning and Results Services
Continuous Improvement & Support**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	63,044,600	77,877,900	77,900,300	63,044,600	63,044,600
Total General Fund	63,044,600	77,877,900	77,900,300	63,044,600	63,044,600
Restricted Funds					
Current Receipts	768,200	768,200	768,200	768,200	768,200
Total Restricted Funds	768,200	768,200	768,200	768,200	768,200
Federal Fund					
Current Receipts	314,633,000	315,172,800	315,198,600	315,172,800	315,198,600
Total Federal Fund	314,633,000	315,172,800	315,198,600	315,172,800	315,198,600
TOTAL SOURCE OF FUNDS	378,445,800	393,818,900	393,867,100	378,985,600	379,011,400
EXPENDITURES BY CLASS					
Personnel Costs	10,539,900	10,594,600	10,642,800	9,721,500	9,721,500
Operating Expenses	1,328,000	1,428,000	1,428,000	1,428,000	1,428,000
Grants Loans Benefits	366,577,900	381,796,300	381,796,300	367,836,100	367,861,900
TOTAL EXPENDITURES	378,445,800	393,818,900	393,867,100	378,985,600	379,011,400
EXPENDITURES BY FUND SOURCE					
General Fund	63,044,600	77,877,900	77,900,300	63,044,600	63,044,600
Restricted Funds	768,200	768,200	768,200	768,200	768,200
Federal Fund	314,633,000	315,172,800	315,198,600	315,172,800	315,198,600
TOTAL EXPENDITURES	378,445,800	393,818,900	393,867,100	378,985,600	379,011,400

The Office of Continuous Improvement and Support consists of three divisions: the Division of School and Program Improvement, the Division of Student Success, and the Division of Innovation.

The Division of School and Program Improvement implements and monitors the following federal and state programs: School-Based Decision-Making councils, Every Student Succeeds Act (ESSA); Title I, Parts A (Improving the Academic Achievement of the Disadvantaged), C (Education of Migrant Children), D (Programs for Children and Youth who are Neglected and Delinquent), F (Comprehensive School Reform), and the Stewart B. McKinney Homeless Assistance Act for the Education of Homeless Children and Youth. The Division also provides assistance to school and districts in need of improvement through the use of diagnostic reviews and comprehensive improvement planning.

The Division of Student Success provides guidance and assistance to Kentucky Alternative Education programs and ensures continuous improvement in instruction, practices and curriculum to help all Kentucky students to be college and career ready. The Division also provides assistance on school safety and safe schools data collection, bullying prevention, suicide prevention, chronic absenteeism, juvenile justice, human trafficking and Title IV, Part A, Student Support and Academic Enrichment.

The Division of Innovation implements and oversees Kentucky's Districts of Innovation as well as assists and monitors nontraditional instruction.

**Department of Education
Learning and Results Services
Educator Licensure and Effectiveness**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,814,300	18,246,000	18,272,000	2,179,100	4,179,100
Reorganization Adjustment	2,364,800				
Total General Fund	4,179,100	18,246,000	18,272,000	2,179,100	4,179,100
Restricted Funds					
Balance Forward	8,194,495				
Current Receipts	79,380	4,163,700	4,081,000	4,163,700	4,081,000
Non-Revenue Receipts	156,325	4,267,600	4,351,500	767,600	1,251,500
Total Restricted Funds	8,430,200	8,431,300	8,432,500	4,931,300	5,332,500
Federal Fund					
Current Receipts	26,153,100	26,470,200	26,475,200	26,470,200	26,475,200
Total Federal Fund	26,153,100	26,470,200	26,475,200	26,470,200	26,475,200
TOTAL SOURCE OF FUNDS	38,762,400	53,147,500	53,179,700	33,580,600	35,986,800
EXPENDITURES BY CLASS					
Personnel Costs	3,467,000	3,506,300	3,538,500	2,748,900	2,748,900
Operating Expenses	583,000	583,000	583,000	583,000	583,000
Grants Loans Benefits	34,712,400	49,058,200	49,058,200	30,248,700	32,654,900
TOTAL EXPENDITURES	38,762,400	53,147,500	53,179,700	33,580,600	35,986,800
EXPENDITURES BY FUND SOURCE					
General Fund	4,179,100	18,246,000	18,272,000	2,179,100	4,179,100
Restricted Funds	8,430,200	8,431,300	8,432,500	4,931,300	5,332,500
Federal Fund	26,153,100	26,470,200	26,475,200	26,470,200	26,475,200
TOTAL EXPENDITURES	38,762,400	53,147,500	53,179,700	33,580,600	35,986,800

The Office of Educator Licensure and Effectiveness was created in the Department of Education by Executive Order 2019-464 signed by Governor Matthew G. Bevin on June 19, 2019. This Office has two divisions – the Division of Educator Preparation, Assessment and Internship and the Division of Educator Licensure and Quality. This Executive Order also abolished the Office of the Education Professional Standards Board with the Education and Workforce Development Cabinet and transferred all records, files, equipment, personnel and funds to the newly created Office of Educator Licensure and Effectiveness.

This Office is responsible for issuing, suspending and revoking certificates of Kentucky's more than 50,000 active Kentucky educators.

**Department of Education
Learning and Results Services
Special Education & Early Learning**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	115,223,700	129,312,400	129,318,300	120,223,700	120,223,700
Total General Fund	115,223,700	129,312,400	129,318,300	120,223,700	120,223,700
Federal Fund					
Current Receipts	186,000,000	186,847,100	186,876,700	186,847,100	186,876,700
Total Federal Fund	186,000,000	186,847,100	186,876,700	186,847,100	186,876,700
TOTAL SOURCE OF FUNDS	301,223,700	316,159,500	316,195,000	307,070,800	307,100,400
EXPENDITURES BY CLASS					
Personnel Costs	3,387,700	3,430,800	3,466,300	2,577,100	2,577,100
Operating Expenses	375,100	375,100	375,100	375,100	375,100
Grants Loans Benefits	297,460,900	312,353,600	312,353,600	304,118,600	304,148,200
TOTAL EXPENDITURES	301,223,700	316,159,500	316,195,000	307,070,800	307,100,400
EXPENDITURES BY FUND SOURCE					
General Fund	115,223,700	129,312,400	129,318,300	120,223,700	120,223,700
Federal Fund	186,000,000	186,847,100	186,876,700	186,847,100	186,876,700
TOTAL EXPENDITURES	301,223,700	316,159,500	316,195,000	307,070,800	307,100,400

The Office of Special Education and Early Learning consists of the Division of IDEA Monitoring and Results, the Division of State Schools and the Division of IDEA Implementation and Preschool. This Office oversees several educational programs and funds.

The Extended Learning Services or Extended School Services (ESS) Fund was established by KRS 158.070 to provide struggling learners with additional instructional time and assistance to achieve their learning goals. The program offers instructional time outside regular school hours and takes many forms including after-school and before-school instruction, evening sessions, Saturday learning activities, summer programs, and learning inter-sessions in year-round schools.

The Gifted and Talented Fund provides support to school districts for educational services to students who are gifted and talented.

The Office of Special Education and Early Learning provides schools with assistance in the development and implementation of services for children and youth with disabilities, including services associated with the federal Individuals with Disabilities Education Act. Program areas include Individuals with Disabilities Education, Preschool Special Education, and Special Education Program Improvement.

The Preschool Fund provides grants to local school districts for the education of four-year-old children whose families meet qualifying poverty guidelines as well as three and four-year-old children with developmental delays or other disabilities.

Policy

An additional \$5 million each year from the General Fund is included to support preschool programs in disadvantaged areas. This funding is intended to create more opportunities for children in the most need to obtain the benefits of preschool programs. Moreover, the Executive Budget includes provisions that would direct any excess funds from the SEEK formula and the actual lottery funds greater than estimated to the preschool programs administered by the Department of Education.

**Department of Education
Learning and Results Services
Standards, Assessment & Accountability**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	57,893,400	80,220,000	80,304,700	60,393,400	60,393,400
Continuing Approp-General Fund				17,000,000	8,500,000
Other	17,000,000				
Total General Fund	74,893,400	80,220,000	80,304,700	77,393,400	68,893,400
Federal Fund					
Current Receipts	15,066,100	15,066,100	15,066,100	15,066,100	15,066,100
Total Federal Fund	15,066,100	15,066,100	15,066,100	15,066,100	15,066,100
TOTAL SOURCE OF FUNDS	89,959,500	95,286,100	95,370,800	92,459,500	83,959,500
EXPENDITURES BY CLASS					
Personnel Costs	28,746,800	29,045,700	29,079,400	28,754,100	28,754,100
Operating Expenses	564,000	564,000	564,000	564,000	564,000
Grants Loans Benefits	43,648,700	65,676,400	65,727,400	54,641,400	54,641,400
TOTAL EXPENDITURES	72,959,500	95,286,100	95,370,800	83,959,500	83,959,500
EXPENDITURES BY FUND SOURCE					
General Fund	57,893,400	80,220,000	80,304,700	68,893,400	68,893,400
Federal Fund	15,066,100	15,066,100	15,066,100	15,066,100	15,066,100
TOTAL EXPENDITURES	72,959,500	95,286,100	95,370,800	83,959,500	83,959,500

The Office of Standards, Assessment and Accountability is responsible for developing and implementing Kentucky's system of assessing progress by students, schools, and districts. The Office supplies information on regulations, policies and procedures, a calendar of important assessment dates, manuals, and information for districts and schools on using testing data to improve instruction. The Office of Assessment and Accountability also oversees the implementation of testing and data requirements enacted by Senate Bill 1 of the 2017 Regular Session of the General Assembly.

The Office consists of three divisions: the Division of Accountability Data and Analysis, the Division of Assessment and Accountability Support and the Division of Academic Program Standards.

The Office of Standards, Assessment and Accountability assists districts design and implement curriculum based on new academic standards.

The Read to Achieve Fund provides grants to schools to implement research-based reading diagnostic and intervention programs for struggling readers within the state primary program. The early reading intervention program selected by the funded school must be based on reliable, replicable research and offer short-term intensive one-on-one or small group instruction in essential skills necessary for reading proficiency.

The Learning and Results Services Programs consist of a variety of grant programs.

The Mathematics Achievement Fund provides two-year renewable grants to local school districts for training teachers in diagnostic assessment and intervention skills. To qualify, a district must employ standards-based and research-based math instructional practices, use intervention and support services to supplement regular classroom instruction, and provide intervention services to primary program and other students at risk of mathematics failure based on ongoing assessments of their needs.

The Instructional Resources/Textbook Fund provides support to local school districts to obtain instructional material for students in kindergarten through eighth grades.

Policy

Funding for textbooks was eliminated in the last budget. The Governor's budget recommendation includes \$11,000,000 from the General Fund each year of the biennium to restore a large portion of the amounts included in past budgets.

**Department of Education
Learning and Results Services
State Schools**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	16,933,700	21,574,300	23,318,600	17,080,800	17,080,800
Total General Fund	16,933,700	21,574,300	23,318,600	17,080,800	17,080,800
Restricted Funds					
Balance Forward	1,068,800				
Current Receipts	1,042,700	2,117,600	2,121,100	2,117,600	2,121,100
Total Restricted Funds	2,111,500	2,117,600	2,121,100	2,117,600	2,121,100
TOTAL SOURCE OF FUNDS	19,045,200	23,691,900	25,439,700	19,198,400	19,201,900
EXPENDITURES BY CLASS					
Personnel Costs	17,715,400	20,781,900	22,529,500	17,282,300	17,282,100
Operating Expenses	1,329,800	2,910,000	2,910,200	1,916,100	1,919,800
TOTAL EXPENDITURES	19,045,200	23,691,900	25,439,700	19,198,400	19,201,900
EXPENDITURES BY FUND SOURCE					
General Fund	16,933,700	21,574,300	23,318,600	17,080,800	17,080,800
Restricted Funds	2,111,500	2,117,600	2,121,100	2,117,600	2,121,100
TOTAL EXPENDITURES	19,045,200	23,691,900	25,439,700	19,198,400	19,201,900

The Kentucky School for the Blind, located in Louisville, Kentucky, provides instructional and residential programs for blind and visually impaired students throughout Kentucky. All instructional programs follow the Kentucky Academic Standards and Academic Expectations and are geared to meet students' individualized needs as set forth in their Individual Education Program (IEP).

The Kentucky School for the Blind residential program offers housing, after-school supervision, health center services, daily living skills experiences and leisure and recreational activities, which help in the development of social skills for independence.

The Kentucky School for the Blind Outreach Services provide assessments, consultations and professional development opportunities for school districts and teachers of the visually impaired. The Kentucky Instructional Materials Resource Center (KIMRC), a part of Outreach Services, purchases and distributes textbooks for school districts using federal quota funds. The KIMRC is responsible for the federal quota registration for the state. Braille production and the Parent Resource Center also are provided through Outreach Services.

The **Kentucky School for the Deaf**, located in Danville, Kentucky, provides educational services to deaf children who cannot be served by local school districts. The School's educational program consists of appropriate classroom instruction, life skills, physical education, and vocational training. Students receive instruction in accordance with their Individual Education Plan (IEP) that emphasizes language and communication skills development.

Students at the Kentucky School for the Deaf are housed in campus dormitories supervised by houseparents. The students receive practical living skill instruction in personal safety, hygiene, and independent living skills.

The Kentucky School for the Deaf also supports an Outreach Program which provides consultative, technical, and evaluative support to local school districts on how to provide effective educational services to deaf children attending school in a local district. The Kentucky School for the Deaf is the designated Statewide Educational Resource Center on Deafness.

Policy

The Executive Budget includes General Fund in the amount of \$147,100 in fiscal year 2021 and \$147,100 in fiscal year 2022 to fund cost increases associated with providing \$2,000 teacher salary increases.

**Department of Education
Learning and Results Services
Career & Technical Education & Student Transition**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	39,770,600	50,346,700	51,522,800	41,987,400	43,014,600
Total General Fund	39,770,600	50,346,700	51,522,800	41,987,400	43,014,600
Restricted Funds					
Balance Forward	3,221,749				
Current Receipts	1,418,151	10,432,100	11,066,400	10,432,100	11,066,400
Non-Revenue Receipts	20,069,600	20,069,600	20,069,600	20,069,600	20,069,600
Total Restricted Funds	24,709,500	30,501,700	31,136,000	30,501,700	31,136,000
Federal Fund					
Current Receipts	18,000,000	18,009,300	18,014,000	18,009,300	18,014,000
Total Federal Fund	18,000,000	18,009,300	18,014,000	18,009,300	18,014,000
TOTAL SOURCE OF FUNDS	82,480,100	98,857,700	100,672,800	90,498,400	92,164,600
EXPENDITURES BY CLASS					
Personnel Costs	47,079,800	52,188,500	54,002,900	43,701,500	44,733,100
Operating Expenses	6,259,500	6,259,500	6,259,500	6,274,500	6,409,500
Grants Loans Benefits	29,140,800	40,409,700	40,410,400	40,522,400	41,022,000
TOTAL EXPENDITURES	82,480,100	98,857,700	100,672,800	90,498,400	92,164,600
EXPENDITURES BY FUND SOURCE					
General Fund	39,770,600	50,346,700	51,522,800	41,987,400	43,014,600
Restricted Funds	24,709,500	30,501,700	31,136,000	30,501,700	31,136,000
Federal Fund	18,000,000	18,009,300	18,014,000	18,009,300	18,014,000
TOTAL EXPENDITURES	82,480,100	98,857,700	100,672,800	90,498,400	92,164,600

The Office of Career and Technical Education and Student Transition provides occupational-specific education and training for Kentucky's citizens in order to develop a skilled and versatile workforce. The main responsibility is providing education and technical training to youth and incumbent workers that match the needs of Kentucky business and industry. The Office of Career and Technical Education and Student Transition manages 53 area technology centers. These area technology centers prepare students for postsecondary technical training leading to a certificate or an associate's degree, academic pursuits at a four-year college or university, or entry into the labor market with an industry-recognized qualification. The Office of Career and Technical Education and Student Transition is also responsible for programs under the Carl D. Perkins Vocational and Applied Technology Education Act of 1998 (Public Law 105-332).

Policy

The Executive Budget includes General Fund in the amount of \$919,600 in fiscal year 2021 and \$855,200 in fiscal year 2022 to fund cost increases associated with providing \$2,000 teacher salary increases.

The Executive Budget includes General Fund in the amount of \$110,000 in fiscal year 2021 and \$743,100 in fiscal year 2022 for operations funding for the new Estill County Area Technology Center.

**Department of Education
Learning and Results Services
Local District Health and Life Insurance**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	725,767,000	747,498,300	770,533,400	733,118,400	753,972,300
Other	17,200,000				
Total General Fund	742,967,000	747,498,300	770,533,400	733,118,400	753,972,300
TOTAL SOURCE OF FUNDS	742,967,000	747,498,300	770,533,400	733,118,400	753,972,300
EXPENDITURES BY CLASS					
Grants Loans Benefits	742,967,000	747,498,300	770,533,400	733,118,400	753,972,300
TOTAL EXPENDITURES	742,967,000	747,498,300	770,533,400	733,118,400	753,972,300
EXPENDITURES BY FUND SOURCE					
General Fund	742,967,000	747,498,300	770,533,400	733,118,400	753,972,300
TOTAL EXPENDITURES	742,967,000	747,498,300	770,533,400	733,118,400	753,972,300

Local District Health Insurance

Employees of local school districts have the option of participating in the Kentucky Employees' Health Plan (KEHP). KEHP is a self-insured program providing health insurance benefits to the employees and retirees of the Commonwealth of Kentucky, as well as local school boards, local health departments, and other quasi governmental agencies.

Local District Life Insurance Fund

Funds in this program are used to pay, on behalf of school districts, the employer's portion of life insurance premiums to the Personnel Cabinet for full-time, qualified school district employees.

Policy

The Executive Budget includes General Fund in the amount of \$731,727,400 in fiscal year 2021 and \$752,581,300 in fiscal year 2022 to provide health insurance benefits to qualified local district employees.

Education and Workforce Development

Education and Workforce Development

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	34,372,900	85,139,200	87,091,400	69,698,100	72,992,200
Continuing Approp-General Fund	4,283,800				
Reorganization Adjustment	34,335,400				
Total General Fund	72,992,100	85,139,200	87,091,400	69,698,100	72,992,200
Tobacco Fund					
Tobacco Settlement - Phase I		2,078,500	2,091,700	2,050,000	2,050,000
Continuing Approp-Tob Settlement	3,912,300				
Reorganization Adjustment	2,050,000				
Total Tobacco Fund	5,962,300	2,078,500	2,091,700	2,050,000	2,050,000
Restricted Funds					
Balance Forward	10,835,600	12,791,500	9,234,700	8,870,000	6,812,300
Current Receipts	21,604,600	20,767,300	20,686,600	35,843,600	35,808,900
Non-Revenue Receipts	6,611,900	29,440,300	29,441,000	-7,909,700	-7,909,000
Total Restricted Funds	39,052,100	62,999,100	59,362,300	36,803,900	34,712,200
Federal Fund					
Balance Forward	-2,751,800				
Current Receipts	534,843,700	513,825,400	514,261,600	513,855,400	514,255,600
Non-Revenue Receipts	-3,425,200				
Total Federal Fund	528,666,700	513,825,400	514,261,600	513,855,400	514,255,600
TOTAL SOURCE OF FUNDS	646,673,200	664,042,200	662,807,000	622,407,400	624,010,000
EXPENDITURES BY CLASS					
Personnel Costs	101,148,300	109,272,700	111,894,800	104,763,100	107,313,300
Operating Expenses	35,313,400	35,467,900	35,297,300	35,316,200	35,015,300
Grants Loans Benefits	501,284,400	501,593,800	500,897,900	475,414,700	474,773,500
Debt Service		8,416,000	8,416,000	44,000	87,000
Capital Outlay	57,100	57,100	57,100	57,100	57,100
TOTAL EXPENDITURES	637,803,200	654,807,500	656,563,100	615,595,100	617,246,200
EXPENDITURES BY FUND SOURCE					
General Fund	72,992,100	85,139,200	87,091,400	69,698,100	72,992,200
Tobacco Fund	5,962,300	2,078,500	2,091,700	2,050,000	2,050,000
Restricted Funds	30,182,100	53,764,400	53,118,400	29,991,600	27,948,400
Federal Fund	528,666,700	513,825,400	514,261,600	513,855,400	514,255,600
TOTAL EXPENDITURES	637,803,200	654,807,500	656,563,100	615,595,100	617,246,200
EXPENDITURES BY UNIT					
General Administration and Program Support	30,074,500	37,949,500	39,450,900	28,122,800	29,634,300
Commission on Proprietary Education	323,900	329,500	331,800	332,800	335,400
Deaf and Hard of Hearing	2,149,700	2,467,200	2,484,300	2,180,900	2,193,000
Kentucky Educational Television	16,560,900	17,272,300	17,454,000	17,144,200	17,383,400
Environmental Education Council	815,700	820,700	823,100	823,300	826,000
Libraries and Archives	19,748,300	20,573,400	19,940,200	18,522,000	17,886,600
Department of Workforce Investment	568,130,200	575,394,900	576,078,800	548,469,100	548,987,500
TOTAL EXPENDITURES	637,803,200	654,807,500	656,563,100	615,595,100	617,246,200

During the 2006 Regular Session of the General Assembly, Senate Bill 105 combined several departments and offices from the former Education, Arts, and Humanities Cabinet and the former Workforce Development Cabinet to create the Education Cabinet. Senate Bill 78 from the 2009 Regular Session of the General Assembly renamed the cabinet to the Education and Workforce Development Cabinet to emphasize the important connection between education and workforce development. Since that time, other changes have been implemented via enacted legislation including moving the Council on Postsecondary Education from the Education and Workforce Development Cabinet to the Governor's Office, for administrative purposes; moving the Governor's Scholars Program from the Governor's Office to the Education and Workforce Development Cabinet; and dissolving the Board for Proprietary Education and creating the Commission on Proprietary Education, and moving it to the Education and Workforce Development Cabinet for administrative purposes.

The following agencies comprise the Education and Workforce Development Cabinet:

- Department of Education
- Kentucky Center for School Safety
- Governor's Scholars Program
- Kentucky Commission on the Deaf and Hard of Hearing
- Environmental Education Council
- Department for Workforce Investment
- Kentucky Commission on Proprietary Education
- Kentucky Educational Television
- Department for Libraries and Archives

**Education and Workforce Development
General Administration and Program Support**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	5,210,100	15,667,000	17,155,200	6,928,800	8,350,000
Total General Fund	5,210,100	15,667,000	17,155,200	6,928,800	8,350,000
Tobacco Fund					
Tobacco Settlement - Phase I		2,078,500	2,091,700	2,050,000	2,050,000
Continuing Approp-Tob Settlement	3,912,300				
Reorganization Adjustment	2,050,000				
Total Tobacco Fund	5,962,300	2,078,500	2,091,700	2,050,000	2,050,000
Restricted Funds					
Balance Forward	2,912,000	1,796,200	897,800	1,796,200	1,980,800
Current Receipts	387,500	414,500	414,400	437,500	483,400
Non-Revenue Receipts	6,336,900	7,740,300	7,741,000	7,740,300	7,741,000
Total Restricted Funds	9,636,400	9,951,000	9,053,200	9,974,000	10,205,200
Federal Fund					
Balance Forward	-81,800				
Current Receipts	11,143,700	11,150,800	11,150,800	11,150,800	11,150,800
Total Federal Fund	11,061,900	11,150,800	11,150,800	11,150,800	11,150,800
TOTAL SOURCE OF FUNDS	31,870,700	38,847,300	39,450,900	30,103,600	31,756,000
EXPENDITURES BY CLASS					
Personnel Costs	14,374,800	17,808,400	19,309,400	15,961,000	17,472,100
Operating Expenses	3,478,000	3,458,400	3,458,800	3,644,000	3,644,400
Grants Loans Benefits	12,221,700	8,443,700	8,443,700	8,517,800	8,517,800
Debt Service		8,239,000	8,239,000		
TOTAL EXPENDITURES	30,074,500	37,949,500	39,450,900	28,122,800	29,634,300
EXPENDITURES BY FUND SOURCE					
General Fund	5,210,100	15,667,000	17,155,200	6,928,800	8,350,000
Tobacco Fund	5,962,300	2,078,500	2,091,700	2,050,000	2,050,000
Restricted Funds	7,840,200	9,053,200	9,053,200	7,993,200	8,083,500
Federal Fund	11,061,900	11,150,800	11,150,800	11,150,800	11,150,800
TOTAL EXPENDITURES	30,074,500	37,949,500	39,450,900	28,122,800	29,634,300
EXPENDITURES BY UNIT					
Secretary	9,910,000	20,446,900	20,555,100	10,836,100	10,976,400
Governor's Scholars	1,758,700	1,934,600	1,934,600	1,758,700	1,758,700
Kentucky Center for Statistics	4,215,200	5,301,000	6,681,000	5,289,500	6,660,700
Early Childhood Advisory Council	14,190,600	10,267,000	10,280,200	10,238,500	10,238,500
TOTAL EXPENDITURES	30,074,500	37,949,500	39,450,900	28,122,800	29,634,300

General Administration and Program Support provides the central coordination and direction for the overall planning, management and oversight of the agencies within the Cabinet. It is responsible for policy and budget development and personnel transactions; legal services including legislative and regulatory development and oversight; a communications strategy with the public, business, and industry; economic analysis and research; accounting, purchasing, and facilities management; and information technology and other administrative support services.

The program includes the following units:

- The Office of the Secretary provides strategic direction and leadership to establish the focus for policy development, implementation, and program priorities. The Office coordinates Cabinet activities among its departments and agencies to ensure continuous improvement in administration and efficient service to the citizens of the Commonwealth. The Secretary serves as the Chief Executive Officer of the Cabinet and is an advisor to the Governor and the General Assembly.

- The Office of Educational Programs assists in maintaining the Cabinet's presence with educational agencies and managing state-wide educational programs, among other responsibilities.
- The Office of Legal and Legislative Services oversees the Cabinet's legislative agenda and issues, including constituent services and board and commissions responsibilities.
- The Office of Administrative Service is the Cabinet's chief financial and administrative office. The Division of Operations and Support Services and the Division of Fiscal Management is responsible for the management of all state-owned/state-operated facilities, equipment, and property assigned to the Cabinet, The Division of Fiscal Management responsible for all central office purchasing, auditing and processing financial documents, compliance with the Federal Cash Management Act, federal reporting, development of the Indirect Cost Plan, monitoring and reconciliation of all financial transactions, and compliance with state and federal guidelines. The Division of Human Resources is responsible for all Cabinet personnel activities including personnel and payroll processing, providing benefits services to Cabinet employees and developing workshops and training programs for employees.
- The Office of Technology Services oversees and assists with the Cabinet's application development needs and serves as the central location for all Cabinet data processing programs statewide. The Office works with the Commonwealth Office of Technology to effectuate the Cabinet's information technology infrastructure objectives.
- The Office of Communication provides internal and external communications, marketing support and media advisory services to the Cabinet, Executive Offices, Department for Workforce Investment and other Cabinet agencies. The Office interprets and disseminates information about the Cabinet and its components to employees, the media and the general public.
- The Office of the Kentucky Center for Statistics and the Board of the Kentucky Center for Statistics manage and oversee the Kentucky Longitudinal Data System. The System is a data repository housing early childhood through postsecondary education, and training and employment information. The Office removes individual identifiers from the data and links information across agencies, schools, and institutions to provide a complete picture of the education-to-employment process to better inform decisions made by state and local policy makers, the general public, and other stakeholders. The office conducts studies and provides feedback about the performance of high school graduates after they go to college; the outcome of teacher preparation, college, adult education, and other programs; and develops the Kentucky County Profiles book. The Kentucky Center for Statistics Board is comprised of the heads of the five participating agencies and includes the commissioner of the Department of Education, the president of the Kentucky Council on Postsecondary Education, the secretary of the Education and Workforce Development Cabinet, the secretary of the Cabinet for Health and Family Services and the CEO/Executive Director of the Kentucky Higher Education Assistance Authority. The board is charged with developing a detailed access and use policy for data and information request, overseeing the Office and establishing its research agenda, and overseeing compliance by the Office with the federal Family Educational Rights and Privacy Act and other relevant federal and state privacy laws.
- The Governor's Scholars Program (GSP) is designed to motivate and empower Kentucky's brightest young people to become effective thinkers and citizen leaders with a zeal for excellence and a mind for innovation. The program provides an intensive residential summer academic and personal growth program for academically talented rising high school seniors. The scholars, chosen competitively, spend five uninterrupted weeks in the program on three college campuses. The Program served 1,078 students in the summer of 2017.

The Early Childhood Advisory Council (KRS 200.700) was established in the Governor's Office in 2011 and reorganized to the Education and Workforce Development Cabinet in 2019. The office coordinates development and continuing activities of Community Early Childhood Councils. The Councils work toward implementation of Kentucky's long-range strategic plan for early childhood development on the local level. The councils build upon existing resources, foster public-private partnerships, and work within their communities toward such goals as the availability of high quality, accessible, and affordable early childhood care options. The Early Childhood Advisory Council provides technical assistance, monitoring, evaluations of the local partnerships and provides financial assistance to local councils through Tobacco funds.

Policy

The Executive Budget includes additional General Fund in the amount of \$250,000 in each fiscal year to support Family Scholar House. Family Scholar House serves disadvantaged residential and nonresidential single moms and dads and their children. The mission of Family Scholar house is to end the cycle of poverty and transform our community by empowering families and youth to succeed in education and achieve life-long self-sufficiency.

The Executive Budget includes additional General Fund in the amount of \$1,200,000 in fiscal year 2021 and \$2,563,200 in fiscal year 2022. Federal Funding was provided to build the Statewide Longitudinal Database, those funds have expired and General Fund is necessary to support the operating costs of the system. The Kentucky Center for Statistics collects and integrates education and workforce data so that policymakers, practitioners, and the public can make the best informed decisions possible.

The Executive Budget includes additional General Fund in the amount of \$154,700 in fiscal year 2021 and \$170,200 in fiscal year 2022 to fund the cost increases of the actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$16,200 in fiscal year 2021 and \$51,100 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

Education and Workforce Development

Proprietary Education

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
Restricted Funds					
Balance Forward	451,200	465,900	372,000	465,900	368,700
Current Receipts	338,600	235,600	237,900	235,600	237,900
Total Restricted Funds	789,800	701,500	609,900	701,500	606,600
TOTAL SOURCE OF FUNDS	789,800	701,500	609,900	701,500	606,600
EXPENDITURES BY CLASS					
Personnel Costs	243,800	264,400	266,700	267,100	269,700
Operating Expenses	80,100	65,100	65,100	65,700	65,700
TOTAL EXPENDITURES	323,900	329,500	331,800	332,800	335,400
EXPENDITURES BY FUND SOURCE					
Restricted Funds	323,900	329,500	331,800	332,800	335,400
TOTAL EXPENDITURES	323,900	329,500	331,800	332,800	335,400
EXPENDITURES BY UNIT					
Proprietary Education	323,900	329,500	331,800	332,800	335,400
TOTAL EXPENDITURES	323,900	329,500	331,800	332,800	335,400

The Kentucky Commission on Proprietary Education was established by action of the 2012 Kentucky General Assembly; it replaced the Board of Proprietary Education. The 11-member commission is charged with licensing and regulating all proprietary schools, doing business in Kentucky, other than those that offer a four year bachelor's degree. The duties of the Commission include issuing and renewing licenses to eligible proprietary schools, investigating complaints from students and schools, and administering and enforcing the provisions of KRS Chapter 165A pertaining to the conduct, operation, maintenance, and establishment of proprietary education institutions and the activities of agents of the schools.

The Commission also administers the Student Protection Fund. Each licensed school is obligated to contribute to the fund which reimburses eligible students in the event a school closes, loses its accreditation, or discontinues a program.

**Education and Workforce Development
Deaf and Hard of Hearing**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	970,000	1,287,500	1,304,600	1,001,200	1,013,300
Total General Fund	970,000	1,287,500	1,304,600	1,001,200	1,013,300
Restricted Funds					
Current Receipts	1,179,700	1,179,700	1,179,700	1,179,700	1,179,700
Total Restricted Funds	1,179,700	1,179,700	1,179,700	1,179,700	1,179,700
TOTAL SOURCE OF FUNDS	2,149,700	2,467,200	2,484,300	2,180,900	2,193,000
EXPENDITURES BY CLASS					
Personnel Costs	1,313,600	1,631,100	1,648,200	1,341,300	1,354,200
Operating Expenses	836,100	836,100	836,100	839,600	838,800
TOTAL EXPENDITURES	2,149,700	2,467,200	2,484,300	2,180,900	2,193,000
EXPENDITURES BY FUND SOURCE					
General Fund	970,000	1,287,500	1,304,600	1,001,200	1,013,300
Restricted Funds	1,179,700	1,179,700	1,179,700	1,179,700	1,179,700
TOTAL EXPENDITURES	2,149,700	2,467,200	2,484,300	2,180,900	2,193,000
EXPENDITURES BY UNIT					
Commission on the Deaf and Hard of Hearing	2,149,700	2,467,200	2,484,300	2,180,900	2,193,000
TOTAL EXPENDITURES	2,149,700	2,467,200	2,484,300	2,180,900	2,193,000

In accordance with KRS 163.510, the Commission on the Deaf and Hard of Hearing advises the Governor and the General Assembly concerning policies and programs to enhance the quality and coordination of services for deaf and hard of hearing individuals in both the public and private sectors. The Commission oversees the provision of interpreter services to deaf and hard of hearing individuals; identifies and evaluates public and private entities that provide services to deaf and hard of hearing residents of Kentucky for information, referral, and advocacy services; administers a Telecommunications Access Program which provides specialized telecommunications equipment to qualified deaf, hard of hearing, and speech-impaired residents of Kentucky; assists local, state, and federal governments and public and private agencies in the development of programs for the deaf and hard of hearing; and reviews legislative programs relating to services for deaf and hard of hearing persons and conducts studies of conditions affecting the health and welfare of the deaf and hard of hearing.

Policy

The Executive Budget includes additional General Fund in the amount of \$32,700 in fiscal year 2021 and \$35,700 in fiscal year 2022 to fund the cost increases of the actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$3,000 in fiscal year 2021 and \$10,600 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

**Education and Workforce Development
Kentucky Educational Television**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	15,036,100	15,747,500	15,929,200	15,619,400	15,858,600
Total General Fund	15,036,100	15,747,500	15,929,200	15,619,400	15,858,600
Restricted Funds					
Current Receipts	1,524,800	1,524,800	1,524,800	1,524,800	1,524,800
Total Restricted Funds	1,524,800	1,524,800	1,524,800	1,524,800	1,524,800
TOTAL SOURCE OF FUNDS	16,560,900	17,272,300	17,454,000	17,144,200	17,383,400
EXPENDITURES BY CLASS					
Personnel Costs	13,461,600	13,834,800	14,169,300	13,945,200	14,307,400
Operating Expenses	3,049,300	3,210,500	3,057,700	3,105,000	2,939,000
Debt Service		177,000	177,000	44,000	87,000
Capital Outlay	50,000	50,000	50,000	50,000	50,000
TOTAL EXPENDITURES	16,560,900	17,272,300	17,454,000	17,144,200	17,383,400
EXPENDITURES BY FUND SOURCE					
General Fund	15,036,100	15,747,500	15,929,200	15,619,400	15,858,600
Restricted Funds	1,524,800	1,524,800	1,524,800	1,524,800	1,524,800
TOTAL EXPENDITURES	16,560,900	17,272,300	17,454,000	17,144,200	17,383,400
EXPENDITURES BY UNIT					
General Administration and Support	3,571,500	3,856,300	3,898,200	3,651,300	3,692,100
Broadcasting and Education	11,141,200	11,537,500	11,663,500	11,555,300	11,695,400
Engineering	1,848,200	1,878,500	1,892,300	1,937,600	1,995,900
TOTAL EXPENDITURES	16,560,900	17,272,300	17,454,000	17,144,200	17,383,400

KET was established by the Kentucky General Assembly in the early 1960s for the purpose of supporting educational excellence in the Commonwealth. The agency's mission includes service to citizens of the Commonwealth in the home, in institutions of education, and in the workplace. As required by KRS 168, the Kentucky Authority for Educational Television (KET) produces and transmits educational programming for students in public schools, state supported institutions of higher education, and others desiring broadcast programs and services. KET is divided into three program areas: General Administration and Support, Broadcasting and Education, and Engineering.

The Broadcasting and Education unit acquires and produces programs and related support material which will most effectively carry out the mission and policies set by the Kentucky Authority for Educational Television. This process includes soliciting feedback from appropriate audiences and seeking input from agencies and groups such as the Kentucky Department of Education and the Higher Education Telecommunications Consortium. The unit assembles three channels of television programming: KET1 carries educational and informational programs for all Kentucky citizens; KET2 carries additional programs and repeats of important programs carried on KET1; and KETKY carries programs about Kentucky and Kentuckians and overnight feeds of instructional programs for schools. KETKY also carries the Kentucky General Assembly when in session or in committee, as well as, occasional special feeds for the State Department of Education, Kentucky Community and Technical College System or other partners as needed.

Instructional programming for elementary and secondary schools directly supports the learning goals and outcomes of Kentucky's Common Core Standards, adopted in February 2010. The Broadcasting and Education unit produces interactive and other distance learning courses designed to provide equal access to a variety of learning opportunities for all students. It produces professional development opportunities for educators throughout the state and broadcasts programs designed to help people in the workplace. Acquired and/or locally produced programming services are delivered to under-educated adults, professionals in need of training, and other citizens with various needs related to their jobs and professions. The unit also produces multiple schedules of nationally- and locally-produced programs for citizens at home and in the workplace. This includes educational and public affairs programming as well as quality arts experiences for all Kentuckians. A full line-up of children's educational programs offers a quality alternative to commercial television viewing.

KET's Engineering Service unit oversees the delivery of KET programs and other services. It operates and maintains a land-based broadcast network of 16 digital transmitters and three translators capable of delivering multiple channels of content and data into all parts of the state. The Engineering Service unit operates all technical equipment to specifications mandated by the Federal Communications Commission.

The General Administration and Support unit oversees the implementation of KET's mission as directed by the Kentucky Authority for Educational Television and recommends and carries out the policies of the Authority in all matters of the agency. The unit assures that the agency is in compliance with pertinent state regulations and federal broadcast laws and works to ascertain the desires of the citizens of the Commonwealth. The unit conducts research and planning activities to verify the needs of current and potential audiences then works to assure effective, efficient, and appropriate service to those audiences.

Policy

The Executive Budget provides General Fund in the amount of \$44,000 in fiscal year 2020-2021 and \$87,000 in fiscal year 2021-2022 for debt service on new bonds for the Public Safety Emergency Warning and Alerting capital project.

The Executive Budget includes additional General Fund in the amount of \$544,700 in fiscal year 2021 and \$594,200 in fiscal year 2022 to fund the cost increases of the actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$57,800 in fiscal year 2021 and \$183,900 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

Education and Workforce Development

Environmental Education Council

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
Restricted Funds					
Balance Forward	284,600	193,900	103,200	193,900	100,600
Current Receipts	134,000	139,000	141,300	139,000	141,300
Non-Revenue Receipts	275,000	275,000	275,000	275,000	275,000
Total Restricted Funds	693,600	607,900	519,500	607,900	516,900
Federal Fund					
Balance Forward	-40,900				
Current Receipts	356,900	316,000	316,000	316,000	316,000
Total Federal Fund	316,000	316,000	316,000	316,000	316,000
TOTAL SOURCE OF FUNDS	1,009,600	923,900	835,500	923,900	832,900
EXPENDITURES BY CLASS					
Personnel Costs	408,400	413,400	415,800	416,000	418,700
Operating Expenses	44,800	44,800	44,800	44,800	44,800
Grants Loans Benefits	362,500	362,500	362,500	362,500	362,500
TOTAL EXPENDITURES	815,700	820,700	823,100	823,300	826,000
EXPENDITURES BY FUND SOURCE					
Restricted Funds	499,700	504,700	507,100	507,300	510,000
Federal Fund	316,000	316,000	316,000	316,000	316,000
TOTAL EXPENDITURES	815,700	820,700	823,100	823,300	826,000
EXPENDITURES BY UNIT					
Ky Environmental Education Council	815,700	820,700	823,100	823,300	826,000
TOTAL EXPENDITURES	815,700	820,700	823,100	823,300	826,000

The Kentucky Environmental Education Council was established in 1990 by KRS 157.910 and is charged with improving the environmental literacy of all Kentuckians. The Council provides opportunities for all Kentuckians to understand both that environmental problems exist and how each person's actions contribute to the health of the environment. In accordance with KRS 224.10-250, the Council receives the first \$150,000 in environmental fines and penalties collected by the Energy and Environment Cabinet for funding programs and activities that improve the quality of environmental education in the Commonwealth. These programs and activities include:

- Working with citizens, especially those engaged in environmental education, to implement the master plan for improving environmental education and environmental literacy.
- Working with the Kentucky Department of Education, the Education Professional Standards Board, and agencies that make up the Environmental Education Interagency Committee to establish guidelines for improving professional development in environmental education for educators.
- Establishing standards for environmental education that fit within the Kentucky Department of Education's instructional standards and help insure balanced, ecologically-based curriculum and instruction.
- Working to ensure that environmental education is equitably distributed to all Kentuckians.

Additionally, in accordance with KRS 224.43-505, the Council provides interest accrued on the Kentucky Pride Fund, a fund that receives environmental remediation fees charged on each ton of waste disposed of at Kentucky landfills, to the eight state public universities to operate environmental education centers.

Education and Workforce Development

Libraries and Archives

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	13,156,700	15,298,000	15,364,900	11,723,600	13,279,700
Total General Fund	13,156,700	15,298,000	15,364,900	11,723,600	13,279,700
Restricted Funds					
Balance Forward	4,591,300	4,289,300	4,142,300	4,289,300	2,619,300
Current Receipts	2,938,200	2,538,500	2,446,600	2,538,500	2,446,600
Total Restricted Funds	7,529,500	6,827,800	6,588,900	6,827,800	5,065,900
Federal Fund					
Balance Forward	338,400				
Current Receipts	3,351,400	2,589,900	2,589,900	2,589,900	2,589,900
Non-Revenue Receipts	-338,400				
Total Federal Fund	3,351,400	2,589,900	2,589,900	2,589,900	2,589,900
TOTAL SOURCE OF FUNDS	24,037,600	24,715,700	24,543,700	21,141,300	20,935,500
EXPENDITURES BY CLASS					
Personnel Costs	5,084,800	5,231,500	5,298,100	5,289,000	5,353,500
Operating Expenses	4,266,200	4,260,800	4,261,000	4,151,900	4,152,000
Grants Loans Benefits	10,390,200	11,074,000	10,374,000	9,074,000	8,374,000
Capital Outlay	7,100	7,100	7,100	7,100	7,100
TOTAL EXPENDITURES	19,748,300	20,573,400	19,940,200	18,522,000	17,886,600
EXPENDITURES BY FUND SOURCE					
General Fund	13,156,700	15,298,000	15,364,900	11,723,600	13,279,700
Restricted Funds	3,240,200	2,685,500	1,985,400	4,208,500	2,017,000
Federal Fund	3,351,400	2,589,900	2,589,900	2,589,900	2,589,900
TOTAL EXPENDITURES	19,748,300	20,573,400	19,940,200	18,522,000	17,886,600
EXPENDITURES BY UNIT					
Libraries and Archives	11,417,100	10,696,900	10,063,700	10,645,500	10,010,100
Direct Local Aid	8,331,200	9,876,500	9,876,500	7,876,500	7,876,500
TOTAL EXPENDITURES	19,748,300	20,573,400	19,940,200	18,522,000	17,886,600

The Department for Libraries and Archives supports and promotes equitable access to quality library services and information resources, and ensures that adequate documentation of government programs is created, maintained, and available for public use.

The Department is directed by three goals:

- To provide effective services that meet the needs of library and public records customers,
- To build effective and productive partnerships with other organizations and public agencies for enhanced management of and access to information and services, and
- To improve employee job satisfaction and agency operations.

The Department serves both governmental agencies and the people of Kentucky directly through local public libraries. The Department also serves several distinct customer populations including the general public, the blind and physically disabled, institutionalized persons, state government personnel, state and local public agencies, and researchers needing historic public records.

Education and Workforce Development

Libraries and Archives

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	6,327,100	6,468,400	6,535,300	4,894,000	6,450,100
Total General Fund	6,327,100	6,468,400	6,535,300	4,894,000	6,450,100
Restricted Funds					
Balance Forward	3,821,400	3,576,300	3,431,200	3,576,300	1,908,200
Current Receipts	1,493,500	1,493,500	1,493,500	1,493,500	1,493,500
Total Restricted Funds	5,314,900	5,069,800	4,924,700	5,069,800	3,401,700
Federal Fund					
Balance Forward	338,400				
Current Receipts	3,351,400	2,589,900	2,589,900	2,589,900	2,589,900
Non-Revenue Receipts	-338,400				
Total Federal Fund	3,351,400	2,589,900	2,589,900	2,589,900	2,589,900
TOTAL SOURCE OF FUNDS	14,993,400	14,128,100	14,049,900	12,553,700	12,441,700
EXPENDITURES BY CLASS					
Personnel Costs	5,084,800	5,231,500	5,298,100	5,289,000	5,353,500
Operating Expenses	4,266,200	4,260,800	4,261,000	4,151,900	4,152,000
Grants Loans Benefits	2,059,000	1,197,500	497,500	1,197,500	497,500
Capital Outlay	7,100	7,100	7,100	7,100	7,100
TOTAL EXPENDITURES	11,417,100	10,696,900	10,063,700	10,645,500	10,010,100
EXPENDITURES BY FUND SOURCE					
General Fund	6,327,100	6,468,400	6,535,300	4,894,000	6,450,100
Restricted Funds	1,738,600	1,638,600	938,500	3,161,600	970,100
Federal Fund	3,351,400	2,589,900	2,589,900	2,589,900	2,589,900
TOTAL EXPENDITURES	11,417,100	10,696,900	10,063,700	10,645,500	10,010,100
EXPENDITURES BY UNIT					
Administrative Services	2,436,700	2,454,200	2,462,100	2,364,000	2,370,400
Field Services	2,449,600	2,493,300	2,516,500	2,512,400	2,537,300
Library Services	1,392,500	1,409,400	1,417,200	1,413,200	1,421,900
Archives & Records Management	5,138,300	4,340,000	3,667,900	4,355,900	3,680,500
TOTAL EXPENDITURES	11,417,100	10,696,900	10,063,700	10,645,500	10,010,100

The Department for Libraries and Archives supports and promotes equitable access to quality library services and information resources, and ensures that adequate documentation of government programs is created, maintained, and available for public use.

Administrative Services

The Libraries and Archives Commissioner's Office sets overall policy and direction for the Department and provides communication advice and support to each division. The Office supports the activities of the State Advisory Council on Libraries, chairs the Archives and Records Commission, and serves on the State Information Systems Commission, the Communications Advisory Committee, and the Oral History Commission.

The Division of Administrative Services formulates and implements executive direction for planning, policy, and procedures for the Department in accordance with KRS Chapter 171. The Division provides administrative support to the program areas of the Department. This division funds and supports the activities of the Commissioner's Office, as well as those of the Financial, Personnel and Payroll, Federal Grants Management, Information Systems, Building Facilities, and Administrative Support units.

Field Services

The Division of Field Services supports Kentucky's public libraries for the improvement of library services by providing consultation, technical assistance, and financial aid. The Division provides services pursuant to KRS Chapter 171.

This division's Public Library Development Branch includes professional and technical staff who provide consultative and technical assistance concerning public library services and programs provided by the Department. The staff is located in regional offices that are mainly housed in local public libraries.

The Program Development Branch provides statewide guidance in specialized library services. This office plans and implements statewide continuing education programs. Services are also provided for technological development, automated operations, and statistical analysis. Branch staff provide consulting services in the areas of library construction; assistance in developing early childhood, children's, and young adult programs and materials; and provides administrative support to the Kentucky State Board for the Certification of Librarians.

The Kentucky Talking Book Library and Institutions Branch provides special library materials and playback equipment to eligible service clientele. Volunteers record materials that are of special interest to Kentucky Talking Book patrons, and department staff coordinate distribution. The Branch also provides library materials and professional consultation to state residential institution libraries.

State Library Services

The Division of State Library Services operates the State Library that serves state government personnel, public libraries, other institutions, and individuals. In an effort to equalize library services and access to information across the state, this division promotes and maintains cooperative arrangements for information and resource sharing among all types of libraries, library consortia, and information centers including state agencies as mandated by Chapter 171.

State Library Support is the administrative unit of the Division and provides coordinated program planning and control to ensure the best service in a cost-effective manner. The unit directs the statewide library resource-sharing activities of the Department, including direct service delivery, coordination of activities on a statewide basis, and support via direct local aid. The Department works closely with the Kentucky Virtual Library (KYVL) in the delivery of services and coordination of activities, and also participates as an individual library institution.

The Public Services Branch is committed to providing resources, research, consultation, and assistance to state agencies and public libraries through use of a variety of information formats including the Internet. The State Library partners with the Governmental Services Center (GSC) and the Kentucky Employee Assistance Program (KEAP) to provide supplementary information resources for those agencies' clients through the Library's web site.

The Audiovisual unit of the Branch provides a centralized collection of videos and films that are loaned without a fee to public libraries, state agencies, and walk-in customers. The unit is unique in that it is the only major source of films and "public performance" videos in the Commonwealth. The primary needs are for children's films suitable for large audience viewing and videos designed for adult training and education.

The Technical Support Branch provides computerized access to information for the State Library's collections and public libraries. The Branch serves as a model for quality control throughout the state, and supplies training and consulting services to librarians and state agency personnel involved in the organization of reference materials.

Public Records

The Division of Public Records, under KRS 171.410-740, works with government agencies to create and preserve documentation of agencies' organizational functions, policies, decisions, procedures, and essential transactions, as well as information that protects the legal and financial rights of government and of individuals directly affected by an agency's activities. The Division establishes standards, procedures, and administrative regulations for recording, managing, preserving, and reproducing government records. It works with the heads of state and local government agencies to ensure that the agencies create and maintain active programs for efficient records management.

The Public Records Support Office provides overall policy development, coordination of program planning, and administrative direction of division programs in public records administration and archival management.

The State Records Branch assists state agencies, boards and commissions, public universities, and judicial offices in developing and maintaining programs to manage government information. Branch staff manage the State Records Center for high volume storage of non-permanent records still in business use.

The Archival Services Branch operates the state's central repository for valuable government records. It serves as the official point of access for state government information. The Branch is also involved in a variety of outreach and

educational activities that inform public officials and the general public about the wealth and range of materials housed at the State Archives.

The Technology Analysis and Support Branch provides support to agencies on archival and records management considerations in the application of information technology. It works with other units to provide guidance to public agencies on the management of electronic records and oversees the work of the Department's Document Preservation Laboratory. This includes professional consulting, education and training programs, records disaster recovery assistance, and laboratory conservation treatment.

The Image Management Branch provides centralized image management and micrographics services to state and local government agencies on a cost recovery basis. These central services help improve access to information, reduce the volume of paper-based files, and ensure archival preservation of information contained in fragile paper records.

The Local Records Branch assists local government agencies in implementing and maintaining archives and records management programs.

Policy

The Executive Budget includes additional General Fund in the amount of \$153,400 in fiscal year 2021 and \$168,200 in fiscal year 2022 to fund the cost increases of the actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$16,000 in fiscal year 2021 and \$50,900 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

Education and Workforce Development

Direct Local Aid

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	6,829,600	8,829,600	8,829,600	6,829,600	6,829,600
Total General Fund	6,829,600	8,829,600	8,829,600	6,829,600	6,829,600
Restricted Funds					
Balance Forward	769,900	713,000	711,100	713,000	711,100
Current Receipts	1,444,700	1,045,000	953,100	1,045,000	953,100
Total Restricted Funds	2,214,600	1,758,000	1,664,200	1,758,000	1,664,200
TOTAL SOURCE OF FUNDS	9,044,200	10,587,600	10,493,800	8,587,600	8,493,800
EXPENDITURES BY CLASS					
Grants Loans Benefits	8,331,200	9,876,500	9,876,500	7,876,500	7,876,500
TOTAL EXPENDITURES	8,331,200	9,876,500	9,876,500	7,876,500	7,876,500
EXPENDITURES BY FUND SOURCE					
General Fund	6,829,600	8,829,600	8,829,600	6,829,600	6,829,600
Restricted Funds	1,501,600	1,046,900	1,046,900	1,046,900	1,046,900
TOTAL EXPENDITURES	8,331,200	9,876,500	9,876,500	7,876,500	7,876,500
EXPENDITURES BY UNIT					
Libraries Support	7,284,300	8,829,600	8,829,600	6,829,600	6,829,600
Public Records	1,046,900	1,046,900	1,046,900	1,046,900	1,046,900
TOTAL EXPENDITURES	8,331,200	9,876,500	9,876,500	7,876,500	7,876,500

Direct Local Aid provides the following services to citizens of the Commonwealth:

- Federal grants are provided for continuing education, training, and demonstration projects.
- State aid provides cash grants to all counties with legally established public libraries. The grant funds may be used for the following purposes: purchase, upgrade, and maintenance of technology resources; purchase of library materials and equipment; maintenance and operation of bookmobiles and extension programs; staff and trustee training and compensation; building maintenance; debt service; resource-sharing; program development; and certain other local library needs and services.
- The Bookmobile program furnishes and replaces bookmobiles used by Kentucky's public libraries. The bookmobiles provide informational and educational resources to those who cannot physically reach a public library. Bookmobiles make regular stops at schools, daycare centers, and after-school centers. Services are also provided to the elderly and homebound individuals. Funds are also provided for maintenance and repair of existing bookmobiles. Services are provided as funds are available.
- Construction grants are available through a competitive application process to assist with retiring debt associated with the construction or repair of library facilities.
- Institution grants are given to two local libraries to administer library service in three state prisons. The Danville Library works with the Northpoint Training Center, and the Oldham County Public Library works with the Kentucky State Reformatory and the Kentucky Correctional Institution for Women.
- Kentucky Talking Book Library grants are given to assist in the delivery of services directly to blind and physically disabled library patrons.
- Local Records grants provide funds to assist local governments with the protection and preservation of public records, and the improvement of local government records management programs.

These services are administered by the Department's program divisions: Field Services, State Library Services, and Public Records. Direct services include cash grants, library materials, and bookmobiles.

Education and Workforce Development

Department of Workforce Investment

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation		37,139,200	37,337,500	34,425,100	34,490,600
Continuing Approp-General Fund	4,283,800				
Reorganization Adjustment	34,335,400				
Total General Fund	38,619,200	37,139,200	37,337,500	34,425,100	34,490,600
Restricted Funds					
Balance Forward	2,596,500	6,046,200	3,719,400	2,124,700	1,742,900
Current Receipts	15,101,800	14,735,200	14,741,900	29,788,500	29,795,200
Non-Revenue Receipts		21,425,000	21,425,000	-15,925,000	-15,925,000
Total Restricted Funds	17,698,300	42,206,400	39,886,300	15,988,200	15,613,100
Federal Fund					
Balance Forward	-2,967,500				
Current Receipts	519,991,700	499,768,700	500,204,900	499,798,700	500,198,900
Non-Revenue Receipts	-3,086,800				
Total Federal Fund	513,937,400	499,768,700	500,204,900	499,798,700	500,198,900
TOTAL SOURCE OF FUNDS	570,254,900	579,114,300	577,428,700	550,212,000	550,302,600
EXPENDITURES BY CLASS					
Personnel Costs	66,261,300	70,089,100	70,787,300	67,543,500	68,137,700
Operating Expenses	23,558,900	23,592,200	23,573,800	23,465,200	23,330,600
Grants Loans Benefits	478,310,000	481,713,600	481,717,700	457,460,400	457,519,200
TOTAL EXPENDITURES	568,130,200	575,394,900	576,078,800	548,469,100	548,987,500
EXPENDITURES BY FUND SOURCE					
General Fund	38,619,200	37,139,200	37,337,500	34,425,100	34,490,600
Restricted Funds	15,573,600	38,487,000	38,536,400	14,245,300	14,298,000
Federal Fund	513,937,400	499,768,700	500,204,900	499,798,700	500,198,900
TOTAL EXPENDITURES	568,130,200	575,394,900	576,078,800	548,469,100	548,987,500
EXPENDITURES BY UNIT					
Career Development	31,957,600	32,235,400	32,340,300	32,235,400	32,340,300
Vocational Rehabilitation	81,058,100	81,604,400	81,923,100	80,073,700	80,288,300
Office of Employer & Apprenticeship Services	1,878,200	2,148,900	2,155,800	1,889,100	1,893,700
Division of Adult Education	35,313,200	31,852,300	31,876,000	30,940,200	30,940,800
Unemployment Insurance	374,415,800	384,031,800	384,254,300	359,778,600	360,001,100
Workforce Innovation and Opportunity Act	43,507,300	43,522,100	43,529,300	43,552,100	43,523,300
TOTAL EXPENDITURES	568,130,200	575,394,900	576,078,800	548,469,100	548,987,500

The Department of Workforce Investments (DWI) administers multiple programs that provide employment-related services to the citizens of Kentucky. These programs are provided through the Office of Vocational Rehabilitation, the Office of Unemployment Insurance, the Office of Adult Education, the Office of Employer and Apprenticeship Services and the Career Development Office. DWI provides a wide array of professional services to employers, job seekers, adults wanting an education, and individuals with disabilities. These services include employment counseling, testing, assessment, job search assistance, placement services to all citizens, as well as training programs for dislocated workers, GED for adults and benefits to individuals who are economically disadvantaged.

Policy

Notwithstanding KRS 341.295 and 341.240, penalty and interest collections credited to the unemployment compensation administration fund may be used during each fiscal year by the Office of Employment and Training for Wagner-Peyser and Unemployment Insurance Administration purposes.

The Executive Budget includes additional General Fund in the amount of \$133,200 in fiscal year 2021 and \$147,400 in fiscal year 2022 to fund the cost increases of the actuarially determined contribution.

The Executive Budget includes additional General Fund in the amount of \$17,500 in fiscal year 2021 and \$57,600 in fiscal year 2022 to fund cost increases associated with providing a 1% increment each year.

**Education and Workforce Development
Department of Workforce Investment
Career Development**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
Restricted Funds					
Balance Forward	1,777,700	1,582,500	1,308,100	1,582,500	1,308,100
Current Receipts	9,220,100	9,220,100	9,220,100	9,220,100	9,220,100
Total Restricted Funds	10,997,800	10,802,600	10,528,200	10,802,600	10,528,200
Federal Fund					
Balance Forward	20,600				
Current Receipts	22,521,700	22,740,900	22,810,100	22,740,900	22,810,100
Total Federal Fund	22,542,300	22,740,900	22,810,100	22,740,900	22,810,100
TOTAL SOURCE OF FUNDS	33,540,100	33,543,500	33,338,300	33,543,500	33,338,300
EXPENDITURES BY CLASS					
Personnel Costs	11,604,200	11,872,900	11,993,400	11,889,200	11,924,500
Operating Expenses	5,180,200	5,196,500	5,176,100	5,180,200	5,176,100
Grants Loans Benefits	15,173,200	15,166,000	15,170,800	15,166,000	15,239,700
TOTAL EXPENDITURES	31,957,600	32,235,400	32,340,300	32,235,400	32,340,300
EXPENDITURES BY FUND SOURCE					
Restricted Funds	9,415,300	9,494,500	9,530,200	9,494,500	9,530,200
Federal Fund	22,542,300	22,740,900	22,810,100	22,740,900	22,810,100
TOTAL EXPENDITURES	31,957,600	32,235,400	32,340,300	32,235,400	32,340,300

The Office of Career Development receives funds to administer several programs that are related to Employment and Job Placement Services, including: Veterans' Employment and Training Services, Labor Market Information, Alien Labor Certification, Agricultural Wage Surveys, and Alien Farmworker Housing Inspections. The Office administers training programs under the Trade Adjustment Assistance program and Title I of the Workforce Innovation and Opportunity Act. These programs are designed to assist the unemployed, underemployed, and persons who wish to change occupations in finding suitable employment.

**Education and Workforce Development
Department of Workforce Investment
Vocational Rehabilitation**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation		16,978,600	17,150,200	15,436,400	15,500,600
Reorganization Adjustment	15,349,800				
Total General Fund	15,349,800	16,978,600	17,150,200	15,436,400	15,500,600
Restricted Funds					
Balance Forward	649,500	489,000	419,700	489,000	408,200
Current Receipts	5,697,800	4,384,400	4,391,100	4,384,400	4,391,100
Non-Revenue Receipts		75,000	75,000	75,000	75,000
Total Restricted Funds	6,347,300	4,948,400	4,885,800	4,948,400	4,874,300
Federal Fund					
Balance Forward	-512,500				
Current Receipts	60,362,500	60,097,100	60,230,500	60,097,100	60,230,500
Total Federal Fund	59,850,000	60,097,100	60,230,500	60,097,100	60,230,500
TOTAL SOURCE OF FUNDS	81,547,100	82,024,100	82,266,500	80,481,900	80,605,400
EXPENDITURES BY CLASS					
Personnel Costs	28,366,400	30,280,400	30,598,500	28,828,600	29,173,100
Operating Expenses	6,728,700	6,720,700	6,722,700	6,635,000	6,504,500
Grants Loans Benefits	45,963,000	44,603,300	44,601,900	44,610,100	44,610,700
TOTAL EXPENDITURES	81,058,100	81,604,400	81,923,100	80,073,700	80,288,300
EXPENDITURES BY FUND SOURCE					
General Fund	15,349,800	16,978,600	17,150,200	15,436,400	15,500,600
Restricted Funds	5,858,300	4,528,700	4,542,400	4,540,200	4,557,200
Federal Fund	59,850,000	60,097,100	60,230,500	60,097,100	60,230,500
TOTAL EXPENDITURES	81,058,100	81,604,400	81,923,100	80,073,700	80,288,300
EXPENDITURES BY UNIT					
Office of Vocational Rehabilitation	67,725,000	67,326,900	67,556,200	66,582,300	66,696,400
Carl D Perkins Vocational Training Center	8,453,900	9,099,900	9,163,100	8,545,600	8,618,000
Division of Blind Services	3,914,200	4,205,100	4,228,200	3,961,800	3,983,500
Division of Kentucky Business Enterprise	965,000	972,500	975,600	984,000	990,400
TOTAL EXPENDITURES	81,058,100	81,604,400	81,923,100	80,073,700	80,288,300

The Office of Vocational Rehabilitation provides for and improves the vocational rehabilitation of citizens with physical and mental disabilities and helps eligible persons with disabilities achieve suitable employment. The Office of Vocational Rehabilitation has professional staff located at the central office as well as in Kentucky Career Centers throughout the state. Kentucky Career Centers house not only Office of Vocational Rehabilitation staff, but also staff from partner agencies such as Office of Career Development, Department for Community Based Services, Kentucky Adult Education, Community Action, and others. Such collaboration affords consumers the convenience of a one-stop approach for accessing various types of assistance necessary for reaching employment goals.

The Office employs Vocational Rehabilitation Counselors and Program Specialists who utilize vocational assessments, and counseling and guidance services to match workers with disabilities to labor market needs. An array of services is provided to assist clients with reaching employment goals. Job preparation activities include on-the-job training and vocational and classroom instruction. Job development and placement services assist the individual in obtaining and maintaining suitable employment. Transition activities support a move from the classroom to the workplace. Rehabilitation technology adapts the physical environment at work or home to meet employment needs. Follow-up services ensure that employment is progressing satisfactorily. Counselors and Specialists receive ongoing training to maintain certification and to gain knowledge of the latest developments in rehabilitation strategies and techniques.

The Office also provides services for employers. Such services include preparing job-qualified applicants, conducting job analyses, recommending job modifications, and conducting disability awareness programs. Other services include disability

awareness training programs and affirmative action planning and services to employees with disability-related problems. As a result, employers experience risk reduction, save resources spent on training new hires, and increase cash flow through access to tax incentives.

The Rehabilitation Act of 1973, as amended, authorizes and provides federal funding for state vocational rehabilitation programs. Kentucky Revised Statutes 151B.180-210 complies with all provisions of the Act. The Code of Federal Regulations (CFR Chapter 34) and Title 781 of the Kentucky Administrative Regulations establish functions of the program. The Office also complies with relevant sections of the Kentucky Department of Education's administrative regulations.

The Division of Field Services provides direct vocational rehabilitation services to eligible individuals who have physical or mental disabilities and is responsible for the actual intake and client service delivery efforts of the Office and performs certain administrative functions. The Division implements the federal Rehabilitation Act of 1973 and must make available, services appropriate to the needs of individuals with disabilities. The services enumerated in the Rehabilitation Act include: evaluation of vocational rehabilitation potential; counseling and guidance; physical and mental restoration services; vocational and other training services; maintenance; transportation; services to family members; interpreter services and note-taking services for persons who are deaf; reader services and note-taking services for persons who are blind; assistive technology and devices; personal assistance services; recruitment and training services; placement; post-employment services; occupational licenses, equipment, initial stock and supplies; and other goods and services needed for employment.

Program Planning and Development provides administrative and staff functions to enhance equitable and efficient service delivery to eligible individuals with disabilities. The Division has statewide responsibility for program planning, program evaluation, policy development, human resource development, job development and placement, and development of new and innovative programs. The Division also provides staff support to the Statewide Advisory Council for Vocational Rehabilitation and the Statewide Independent Living Council. Federal regulations require an approved State Plan for Vocational Rehabilitation Services under Title I of the Rehabilitation Act as a condition for receiving Federal Funds.

The Carl D. Perkins Vocational Training Center (CDPVTC) at Thelma, Kentucky, is a multi-disciplinary residential rehabilitation facility located in Johnson County. The CDPVTC operates five major programs: Vocational Evaluation, Work Adjustment, Vocational Training, Physical Restoration/Outpatient Medical Rehabilitation, and Brain Injury Community Re-entry. All programs meet standards for program quality as documented by the Commission on Accreditation of Rehabilitation Facilities (CARF). Within these five programs, the following professional services are available: comprehensive vocational assessment, vocational training, physical therapy, occupational therapy, speech therapy, nursing services, physician services, adjustment services, psychological and psychiatric services, adult therapeutic recreation, vocational rehabilitation counseling, social services, assistive technology, transportation, and administrative services. A wide range of educational programs and services including developmental math, reading, GED test preparation, and the External Diploma Program are also available. The CDPVTC offers individualized placement services through Preparing Adults for Competitive Employment (PACE) and an Employment Relations Specialist.

The Kentucky Assistive Technology Service (KATS) Network is a federally funded project operating within the Office of Vocational Rehabilitation. KATS is a statewide collaborative system of consumer-oriented organizations that help to provide assistive technologies to individuals with a variety of disabilities.

In October 2019, the Office of Vocational Rehabilitation was combined with the Office for the Blind to help utilize funding and staff to more effectively operate the multiple programs operated within the offices. As a result, the Office of the Blind is now a Division within the Office of Vocational Rehabilitation.

Pursuant to KRS 163.470 and the Rehabilitation Act of 1973 as amended, the Division for the Blind provides services to assist individuals who are blind and visually impaired in preparing for, obtaining, improving, and maintaining employment, as well as enabling them to live more independent and fulfilling lives.

The Division provides vocational rehabilitation of blind and visually impaired Kentuckians. Vocational Rehabilitation Counselors provide vocational counseling, evaluation, physical and mental restoration, vocational and higher education training, assistive technology training, adaptive devices, orientation and mobility training, and job placement services. The Counselors receive ongoing training to maintain certification and to gain knowledge of the latest developments in rehabilitation techniques. The Office provides services through the following avenues:

- The Office has 10 field offices that provide direct vocational rehabilitation services to individuals with severe visual impairments.

- The Charles McDowell Comprehensive Rehabilitation Center for the Blind is a facility in Louisville that provides training in vocational preparation, personal adjustment services, independent living skills, orientation and mobility skills, Braille, assistive technology, career assessment, vocational planning, work adjustment, and work experience.
- In Lexington and Paducah, the Division operates two volunteer recording units that provide audio-recorded materials statewide for blind and visually impaired individuals.
- The Business Enterprise Program trains and provides equipment to blind individuals for self-employment at vending facilities located statewide.
- The Independent Living Program provides training to blind and visually impaired individuals in areas that will enable them to live and function independently.

Pursuant to KRS 163.470(11) and the federal Randolph-Sheppard Act, the Division of Business Enterprises Program (BEP) establishes vending facilities on state, federal, and other property to provide remunerative employment for licensed merchants who are visually impaired. Business Enterprises staff provides management services and training to individuals who are visually impaired, identifies and develops new sites suitable for vending facilities, and repairs and replaces equipment in existing vending facilities.

The Business Enterprise Program also collects a set-aside, or fee based upon the percentage of gross sales from vending operations. The visually impaired merchants currently contribute five percent of their net income to be used for their own health insurance and an IRA. The funds received from the interstate vending contract are utilized exclusively in the Business Enterprises Program.

Pursuant to KRS 163.470 and Title VII of the Rehabilitation Act, independent living specialists provide short-term, individualized instruction for individuals who are blind so they may be able to function independently. Services include information, counseling, and skills training in activities of daily living. Mobility training, assistive devices, referrals to community resources in housing and transportation, and information on services offered by other agencies are provided. The service population consists mainly of individuals who are elderly or unable to work due to the severity of disabilities.

The Division employs independent living specialists who are located throughout the state. These specialists make home visits and provide specially-adapted aids and appliances such as Braille and talking watches, controls on stoves, writing guides, phone dials, and canes. They provide limited instruction in household tasks such as cooking, keeping time, and learning in the home. The specialists also work with families to educate them about blindness and how to promote independent living.

**Education and Workforce Development
Department of Workforce Investment
Office of Employer & Apprenticeship Services**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation		840,900	843,900	581,100	581,800
Reorganization Adjustment	578,200				
Total General Fund	578,200	840,900	843,900	581,100	581,800
Federal Fund					
Balance Forward	-135,100				
Current Receipts	1,435,100	1,308,000	1,311,900	1,308,000	1,311,900
Total Federal Fund	1,300,000	1,308,000	1,311,900	1,308,000	1,311,900
TOTAL SOURCE OF FUNDS	1,878,200	2,148,900	2,155,800	1,889,100	1,893,700
EXPENDITURES BY CLASS					
Personnel Costs	807,300	1,052,800	1,059,800	818,000	822,700
Operating Expenses	253,800	278,800	278,800	253,800	253,800
Grants Loans Benefits	817,100	817,300	817,200	817,300	817,200
TOTAL EXPENDITURES	1,878,200	2,148,900	2,155,800	1,889,100	1,893,700
EXPENDITURES BY FUND SOURCE					
General Fund	578,200	840,900	843,900	581,100	581,800
Federal Fund	1,300,000	1,308,000	1,311,900	1,308,000	1,311,900
TOTAL EXPENDITURES	1,878,200	2,148,900	2,155,800	1,889,100	1,893,700

The Office of Employer and Apprenticeship Services administers the Commonwealth of Kentucky's Registered Apprenticeship program in accordance with KRS Chapter 343. Registered Apprenticeship is an innovative work-based earn and learn model that meets national standards for registration with the U.S. Department of Labor/Office of Apprenticeship and the Kentucky Office of Employer and Apprenticeship Services. It is a formal system of employee training that combines on-the-job learning with related technical instruction. It is designed to produce highly skilled workers who are fully competent in all aspects on an occupation, including knowledge, skill and proficiency on the job. With apprenticeship training, there is a written contract between the apprentice and the sponsor (employer), approved by and registered with the Commonwealth of Kentucky and the U.S. Department of Labor/Office of Apprenticeship, that specifies the length of training, school hours, and outlines the skills and competencies to be learned and the wages the apprentice will receive. Kentucky's apprenticeship program allows employers to design their own training program tailored to the company's needs as long as it meets the minimum criteria set forth by the U.S. Department of Labor. The Office closely monitors apprenticeship programs to ensure they are meeting the standards of providing quality training and instruction as mandated by 29 CFR, parts 29 and 30. The Office is actively involved with employers and industry associations to discuss the development of local and regional programs with align to the industry sectors identified by the Kentucky Workforce Investment Board. In addition to the apprenticeship program this Office assists employers in obtaining qualified workers to fill job openings as quickly as possible. This program provides counseling, employment testing, job development, referral, and placement.

**Education and Workforce Development
Department of Workforce Investment
Division of Adult Education**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
General Fund					
Regular Appropriation		19,319,700	19,343,400	18,407,600	18,408,200
Continuing Approp-General Fund	4,283,800				
Reorganization Adjustment	18,407,400				
Total General Fund	22,691,200	19,319,700	19,343,400	18,407,600	18,408,200
Restricted Funds					
Balance Forward	169,300	53,200	26,600	53,200	26,600
Current Receipts	183,900	184,000	184,000	184,000	184,000
Total Restricted Funds	353,200	237,200	210,600	237,200	210,600
Federal Fund					
Balance Forward	-1,218,400				
Current Receipts	13,540,400	12,322,000	12,322,000	12,322,000	12,322,000
Total Federal Fund	12,322,000	12,322,000	12,322,000	12,322,000	12,322,000
TOTAL SOURCE OF FUNDS	35,366,400	31,878,900	31,876,000	30,966,800	30,940,800
EXPENDITURES BY CLASS					
Personnel Costs	2,254,000	3,170,700	3,194,300	2,265,400	2,282,100
Operating Expenses	2,813,800	2,813,800	2,813,800	2,813,800	2,813,800
Grants Loans Benefits	30,245,400	25,867,800	25,867,900	25,861,000	25,844,900
TOTAL EXPENDITURES	35,313,200	31,852,300	31,876,000	30,940,200	30,940,800
EXPENDITURES BY FUND SOURCE					
General Fund	22,691,200	19,319,700	19,343,400	18,407,600	18,408,200
Restricted Funds	300,000	210,600	210,600	210,600	210,600
Federal Fund	12,322,000	12,322,000	12,322,000	12,322,000	12,322,000
TOTAL EXPENDITURES	35,313,200	31,852,300	31,876,000	30,940,200	30,940,800

The Office Adult Education's Kentucky Skills U program makes available to the citizens of the Commonwealth free adult education services across the state. The vision of Kentucky Skills U is that Kentuckians will experience a higher standard of living and quality of life through increased educational attainment.

Kentucky Skills U provides free adult education services in all 120 counties to help Kentuckians obtain a GED. Through Kentucky Skills U, Kentuckians can gain reading, math and communications skills that place them on a path to higher education and training, and earn certifications to move ahead in their careers.

Local Kentucky Skills U teachers are ready in every county to help participants break through barriers to reach their education and career goals.

Today, about 350,000 working-age Kentuckians do not have a high school or GED diploma. The mission of Kentucky Skills U is to work with Kentuckians to improve their quality of life through education, training and employment so they can take care of themselves and their families and help their communities' and the state's economies expand and thrive.

**Education and Workforce Development
Department of Workforce Investment
Unemployment Insurance**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
Restricted Funds					
Balance Forward		3,921,500	1,965,000		
Current Receipts		946,700	946,700	16,000,000	16,000,000
Non-Revenue Receipts		21,350,000	21,350,000	-16,000,000	-16,000,000
Total Restricted Funds		26,218,200	24,261,700		
Federal Fund					
Balance Forward	214,700				
Current Receipts	377,287,900	359,778,600	360,001,100	359,778,600	360,001,100
Non-Revenue Receipts	-3,086,800				
Total Federal Fund	374,415,800	359,778,600	360,001,100	359,778,600	360,001,100
TOTAL SOURCE OF FUNDS	374,415,800	385,996,800	384,262,800	359,778,600	360,001,100
EXPENDITURES BY CLASS					
Personnel Costs	21,175,300	21,643,700	21,865,200	21,643,700	21,865,200
Operating Expenses	6,846,100	6,846,100	6,846,100	6,846,100	6,846,100
Grants Loans Benefits	346,394,400	355,542,000	355,543,000	331,288,800	331,289,800
TOTAL EXPENDITURES	374,415,800	384,031,800	384,254,300	359,778,600	360,001,100
EXPENDITURES BY FUND SOURCE					
Restricted Funds		24,253,200	24,253,200		
Federal Fund	374,415,800	359,778,600	360,001,100	359,778,600	360,001,100
TOTAL EXPENDITURES	374,415,800	384,031,800	384,254,300	359,778,600	360,001,100
EXPENDITURES BY UNIT					
Unemployment Insurance Administration	32,742,800	57,464,600	57,686,900	33,211,400	33,433,700
Unemployment Insurance Benefits	341,673,000	326,567,200	326,567,400	326,567,200	326,567,400
TOTAL EXPENDITURES	374,415,800	384,031,800	384,254,300	359,778,600	360,001,100

The purpose of the Unemployment Insurance (UI) program is to provide temporary financial assistance to workers who become unemployed through no fault of their own, in the form of regular UI benefit payments in an amount determined by the claimant's wage history. Regular UI benefits are funded entirely through payment of the state unemployment taxes by employers determined liable under KRS Chapter 341 based upon the size and duration of payroll.

Within the Department of Workforce Investment, the Office of Unemployment Insurance supports the claims activities within the program. In the central office, the Benefits Branch ensures and accounts for the proper payment of regular UI and federal program benefits, including the determination of chargeability to a specific employer for the cost of each regular UI claim. In cases where benefits have been drawn in error, the branch pursues restitution and, if fraud is involved, pursues prosecution of the claimant. The Benefits Branch also operates an interstate claims "local office" to serve claimants covered under Kentucky law but filing from other states.

In addition to regular UI benefits, the program also administers payment of federal benefits to unemployed federal employees and discharged military personnel, those affected by changes in international trade, those affected financially in federal disaster areas, and those covered under extended unemployment compensation programs. With the exception of partial payment from state UI funds in the case of some extended benefits, these programs are financed by employer federal unemployment tax collected by the Internal Revenue Service.

The administrative component of the UI program provides benefit payments based on earnings in a specific transaction period. Revenues for this program are derived from a federal unemployment tax on employers' payrolls.

KRS Chapter 341 provides the statutory authority and structure for the operation of the UI program in Kentucky. With regard to most particulars involving worker coverage, benefit entitlement, and employer liability, KRS Chapter 341 conforms to federal unemployment law derived from the Social Security Act of 1935. This state and federal statutory conformity is required in order for Kentucky employers to receive a credit against federal unemployment tax based on state tax payments, and in order for the agency to receive federal administrative funding.

Policy

Notwithstanding KRS 341.240 and 341.295, funds from the Unemployment Compensation Administration Fund may be used each fiscal year to support the Wagner-Peyser program.

**Education and Workforce Development
Department of Workforce Investment
Workforce Innovation and Opportunity Act**

	Revised FY 2020	Requested FY 2021	Requested FY 2022	Recommended FY 2021	Recommended FY 2022
SOURCE OF FUNDS					
Federal Fund					
Balance Forward	-1,336,800				
Current Receipts	44,844,100	43,522,100	43,529,300	43,552,100	43,523,300
Total Federal Fund	43,507,300	43,522,100	43,529,300	43,552,100	43,523,300
TOTAL SOURCE OF FUNDS	43,507,300	43,522,100	43,529,300	43,552,100	43,523,300
EXPENDITURES BY CLASS					
Personnel Costs	2,054,100	2,068,600	2,076,100	2,098,600	2,070,100
Operating Expenses	1,736,300	1,736,300	1,736,300	1,736,300	1,736,300
Grants Loans Benefits	39,716,900	39,717,200	39,716,900	39,717,200	39,716,900
TOTAL EXPENDITURES	43,507,300	43,522,100	43,529,300	43,552,100	43,523,300
EXPENDITURES BY FUND SOURCE					
Federal Fund	43,507,300	43,522,100	43,529,300	43,552,100	43,523,300
TOTAL EXPENDITURES	43,507,300	43,522,100	43,529,300	43,552,100	43,523,300

In accordance with the provisions of the Workforce Innovation and Opportunity Act (WIOA), Kentucky continues to consolidate, coordinate, and improve employment, training, literacy, and vocational rehabilitation programs. WIOA reforms implemented by the Commonwealth include streamlining services through a one-stop service delivery system housed in Kentucky Career Centers located throughout the state, empowering individuals by means of information and access to training resources through individual training accounts, providing universal access to core services, increasing accountability for results, ensuring a strong role for Local Workforce Investment Boards and the private sector in the workforce investment system, facilitating state and local flexibility, and improving youth services.

The Workforce Innovation and Opportunity Act specifies three funding streams to the states and local areas: adults, dislocated workers, and youth.

Most services for adults and dislocated workers are provided through the Kentucky Career Centers, and most customers use individual training accounts to determine which training programs and training providers best fit their needs. The Act authorizes core services available to all adults, and intensive services for unemployed individuals who are not able to find jobs through core services alone. In some cases, intensive services are available to employed workers who need more help to find or keep a job that will lead to self-sufficiency.

Through WIOA, youth are prepared for postsecondary educational opportunities or employment. Programs link academic and occupational learning and include tutoring, study skills training, and instruction leading to completion of secondary school (including drop-out prevention); alternative school services; mentoring by appropriate adults; paid and unpaid work experience (i.e. internships and job shadowing); occupational skills training; leadership development; and appropriate supportive services.

The 42-member Kentucky Workforce Investment Board (KWIB) serves as an advisory board to the Governor on workforce training and development issues. The KWIB is charged with creating a statewide vision for workforce development and adopting a plan to move Kentucky forward through workforce training and development.