

2026-2028 Executive Budget Bills

- Executive Branch Budget Bill
- Transportation Budget Bill

2026-2028
Executive Branch Budget Bill

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

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

➔Section 1. The State/Executive Branch Budget is as follows:

PART I

OPERATING BUDGET

(1) Funds Appropriations: There is appropriated out of the General Fund, Road Fund, Restricted Funds accounts, Federal Funds accounts, or Bond Funds accounts for the fiscal year beginning July 1, 2025, and ending June 30, 2026, for the fiscal year beginning July 1, 2026, and ending June 30, 2027, and for the fiscal year beginning July 1, 2027, and ending June 30, 2028, the following discrete sums, or so much thereof as may be necessary. Appropriated funds are included pursuant to KRS 48.700 and 48.710. Each appropriation is made by source of respective fund or funds accounts. Appropriations for the following officers, cabinets, departments, boards, commissions, institutions, subdivisions, agencies, and budget units of the state government, and any and all other activities of the government of the Commonwealth, are subject to the provisions of Chapters 12, 42, 45, and 48 of the Kentucky Revised Statutes and compliance with the conditions and procedures set forth in this Act.

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

A. GENERAL GOVERNMENT

Budget Units

1. OFFICE OF THE GOVERNOR

1		2026-27	2027-28
2	General Fund	6,751,000	6,871,900
3	Restricted Funds	288,100	288,100
4	TOTAL	7,039,100	7,160,000

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

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

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

12		2026-27	2027-28
13	General Fund	3,806,600	3,884,300
14	Restricted Funds	384,000	384,000
15	Federal Funds	62,000	-0-
16	TOTAL	4,252,600	4,268,300

17 **(1) Participation in Transparent Governing - Full Disclosure of Inmate**
18 **Population Forecasts and Related Materials:** The Office of State Budget Director shall
19 provide the methodology, assumptions, data, and all other related materials used to
20 project biennial offender population forecasts conducted by the Office of State Budget
21 Director, the Kentucky Department of Corrections, and any consulting firms, to the
22 Interim Joint Committee on Appropriations and Revenue by November 1, 2027. This
23 submission shall include but not be limited to the projected state, county, and community
24 offender populations for the 2028-2030 fiscal biennium and must coincide with the
25 budgeted amount for these populations. This submission shall clearly divulge the
26 methodology and reasoning behind the budgeted and projected offender population in a
27 commitment to participate in transparent governing.

1 **3. HOMELAND SECURITY**

2		2026-27	2027-28
3	General Fund	7,441,400	7,058,700
4	Restricted Funds	4,494,100	3,815,800
5	Federal Funds	9,955,400	9,983,700
6	TOTAL	21,890,900	20,858,200

7 **4. VETERANS' AFFAIRS**

8		2026-27	2027-28
9	General Fund	36,067,100	37,556,600
10	Restricted Funds	106,381,700	107,530,800
11	Federal Funds	300,000	300,000
12	TOTAL	142,748,800	145,387,400

13 **(1) Weekend and Holiday Premium Pay Incentive:** The Kentucky Veterans
14 Centers are authorized to continue the weekend and holiday premium pay incentive for
15 the 2026-2028 fiscal biennium.

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

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

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

1 Organization programs.

2 **(5) Kentucky Homeless Veterans Program:** Included in the above General
3 Fund appropriation is \$200,000 in each fiscal year to provide emergency financial
4 assistance to Kentucky's homeless veterans.

5 **(6) National Guard/Reserve Burial Act:** Included in the above General Fund
6 appropriation is \$320,000 in each fiscal year to support interment costs for veterans of the
7 National Guard and Reserves and eligible family members.

8 **(7) Veteran's Service Organization Burial Honor Guard:** Included in the
9 above General Fund appropriation is \$152,000 in each fiscal year to support military
10 funeral honors for veterans.

11 **5. KENTUCKY INFRASTRUCTURE AUTHORITY**

12		2026-27	2027-28
13	General Fund	1,772,000	1,789,600
14	Restricted Funds	8,375,200	10,914,300
15	Federal Funds	440,051,600	288,578,200
16	TOTAL	450,198,800	301,282,100

17 **(1) Administrative Fee on Infrastructure for Economic Development Fund**
18 **Projects:** A one-half of one percent administrative fee is authorized to be paid to the
19 Kentucky Infrastructure Authority for the administration of each project funded by the
20 Infrastructure for Economic Development Fund for Coal-Producing Counties and the
21 Infrastructure for Economic Development Fund for Tobacco Counties. These
22 administrative fees shall be paid, upon inception of the project, out of the fund from
23 which the project was allocated.

24 **6. MILITARY AFFAIRS**

25		2026-27	2027-28
26	General Fund	29,493,100	29,856,700
27	Restricted Funds	21,449,500	21,566,600

1	Federal Funds	88,307,100	88,593,500
2	TOTAL	139,249,700	140,016,800

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

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

22 **(3) Military Burial Honor Guard:** Included in the above General Fund
23 appropriation is \$50,000 in each fiscal year for Military Burial Honor Guard duties.

24 **(4) Residential Youth-at-Risk Program:** Included in the above General Fund
25 appropriation is \$1,235,000 in each fiscal year to support the Bluegrass Challenge
26 Academy and \$1,235,000 in each fiscal year to support the Appalachian Youth Challenge
27 Academy.

1 **7. COMMISSION ON HUMAN RIGHTS**

2		2026-27	2027-28
3	General Fund	1,980,200	2,028,800
4	Restricted Funds	10,000	10,000
5	Federal Funds	445,000	445,000
6	TOTAL	2,435,200	2,483,800

7 **8. DEPARTMENT FOR LOCAL GOVERNMENT**

8		2026-27	2027-28
9	General Fund	10,278,100	12,395,100
10	Restricted Funds	3,726,700	1,719,800
11	Federal Funds	242,486,800	242,521,200
12	TOTAL	256,491,600	256,636,100

13 **(1) Area Development District Funding:** Included in the above General Fund
 14 appropriation is \$3,984,000 in each fiscal year for the Joint Funding Administration
 15 Program in support of the area development districts.

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

20 **(3) Allocation of Area Development District Funding:** The Department for
 21 Local Government shall allocate area development district funding appropriated to the
 22 Joint Funding Administration Program to the area development districts in accordance
 23 with the following formula:

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

26 (b) Twenty percent of the total appropriation shall be allocated based upon each
 27 area development district's proportionate share of total state population, as identified by

the most recently completed United States Census; and

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

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

(4) Local Government Operations: Notwithstanding KRS 65A.020(5)(a), \$1,000,000 may be used in fiscal year 2026-2027 to support the operations of the Department for Local Government.

9. LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND

	2026-27	2027-28
General Fund	27,926,600	25,211,700

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

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

10. LOCAL GOVERNMENT ECONOMIC DEVELOPMENT FUND

	2026-27	2027-28
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1	General Fund	20,494,700	15,059,000
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(1) **Coal Severance Tax Transfers:** Notwithstanding KRS 42.450 to 42.495, 70 percent of the severance and processing taxes on coal collected annually shall be transferred to the Local Government Economic Development Fund. Notwithstanding KRS 42.450 to 42.495, 30 percent of the severance and processing taxes on coal collected annually, shall be transferred to the Local Government Economic Assistance Fund. Transfers to the Local Government Economic Development Fund and the Local Government Economic Assistance Fund shall be made quarterly in July, October, January, and April based upon actual revenues from the prior quarter.

10 **(2) Coal Severance Tax Collections Calculations and Transfers:** The above
11 appropriations from the General Fund are based on the official estimate presented by the
12 Office of State Budget Director.

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

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

(c) Kentucky Coal Fields Endowment Authority: Notwithstanding KRS 42.453(3), no transfers shall be made to the Kentucky Coal Field Endowment Authority.

(3) Allocation of the Local Government Economic Development Fund:

Notwithstanding KRS 42.4592(1), 50 percent of Local Government Economic Development Fund moneys shall be allocated in accordance with KRS 42.4592(1)(a), and 50 percent shall be allocated in accordance with KRS 42.4592(1)(b).

25 **(4) Use of the Local Government Economic Development Fund:**
26 Notwithstanding KRS 42.450 to 42.495, all funds appropriated to Local Government
27 Economic Development Fund Single-County Accounts shall be allocated to projects with

the concurrence of the respective county judge/executive, state senator(s), and state representative(s) of each county. If concurrence is not achieved, the fiscal court of each county may apply for grants through the Department for Local Government pursuant to KRS 42.4588.

11. AREA DEVELOPMENT FUND

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

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

12. REGIONAL DEVELOPMENT AGENCY ASSISTANCE FUND

	2026-27	2027-28
Restricted Funds	6,000,000	6,000,000

13. EXECUTIVE BRANCH ETHICS COMMISSION

	2026-27	2027-28
General Fund	673,400	688,200
Restricted Funds	697,900	708,300
TOTAL	1,371,300	1,396,500

(1) Use of Restricted Funds: All penalties collected or received by the Executive Branch Ethics Commission shall be deposited in the State Treasury and credited to a trust

and agency fund account to the credit of the Commission to be used by the Commission for the cost of conducting administrative hearings pursuant to KRS Chapter 13B. Notwithstanding KRS 45.229, these funds shall not lapse and shall carry forward.

(2) Executive Branch Ethics Commission: The Executive Branch Ethics Commission may increase the amount of the registration fee provided under KRS 11A.211(6) for the purpose of funding a new online filing system.

14. SECRETARY OF STATE

	2026-27	2027-28
Restricted Funds	6,564,000	6,652,600

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

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

15. BOARD OF ELECTIONS

	2026-27	2027-28
General Fund	7,709,300	7,741,400
Restricted Funds	98,200	98,200
Federal Funds	1,829,800	1,829,800
TOTAL	9,637,300	9,669,400

(1) Cost of Elections: Costs associated with special elections, KRS 117.345(2) costs associated with additional precincts with a voting machine, KRS 117.343 costs for additional registered voters, and KRS 116.145 costs for additional new registered voters shall be deemed a necessary government expense and shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705). Any reimbursements authorized as a necessary government expense according

to the above provisions shall be at the same rates as those established by the State Board of Elections.

(2) List Maintenance: Included in the above General Fund appropriation is \$250,000 in each fiscal year for list maintenance of Kentucky's voter rolls by the State Board of Elections.

16. REGISTRY OF ELECTION FINANCE

	2026-27	2027-28
General Fund	1,723,600	1,757,900

17. ATTORNEY GENERAL

	2026-27	2027-28
General Fund (Tobacco)	150,000	150,000
General Fund	24,714,200	40,289,600
Restricted Funds	87,154,900	72,452,800
Federal Funds	64,133,600	64,415,700
TOTAL	176,152,700	177,308,100

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

(2) Expert Witnesses: In addition to such funds as may be appropriated, the Office of the Attorney General and the Unified Prosecutorial System, on behalf of the Commonwealth's Attorneys, may request from the Finance and Administration Cabinet, as a necessary government expense, such funds as may be necessary for expert witnesses. Upon justification of the request, the Finance and Administration Cabinet shall provide up to \$3,000,000 for the 2026-2028 fiscal biennium for this purpose to the Office of the Attorney General from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705). Without charge, the Department of Insurance

1 shall provide the Office of the Attorney General any available information to assist in the
2 preparation of a rate hearing pursuant to KRS 304.17A-095. Expenditures under this
3 subsection shall be reported to the Interim Joint Committee on Appropriations and
4 Revenue by August 1 of each year.

5 **(3) Annual and Sick Leave Service Credit:** Notwithstanding any statutory or
6 regulatory restrictions to the contrary, any former employee of the Unified Prosecutorial
7 System who has been appointed to a permanent full-time position under KRS Chapter
8 18A shall be credited annual and sick leave based on service credited under the Kentucky
9 Retirement Systems solely for the purpose of computation of sick and annual leave. This
10 provision shall only apply to any new appointment or current employee as of July 1,
11 1998.

12 **(4) Operations of the Office of the Attorney General:** Notwithstanding KRS
13 367.478(2), 367.805(3), and 367.905(5), included in the above Restricted Funds
14 appropriation in fiscal year 2026-2027 is \$15,000,000 to support the operations of the
15 Office of the Attorney General.

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

22 **(6) Civil Action Representation:** To ensure adequate representation of the
23 interest of the Commonwealth and to protect the financial condition of the Kentucky
24 Retirement Systems, it has been determined that it is necessary to allow the Attorney
25 General appropriate authority to engage private lawyers as co-counsel in Civil Action No.
26 17-CI-01348. Due to the highly complex and specialized nature of that litigation, KRS
27 Chapter 45A, et seq. would prevent the Attorney General from engaging counsel of his

choice. Accordingly, to protect the interest of the Commonwealth, and notwithstanding the requirements of KRS Chapter 45A, et seq., which are hereby waived in respect to the Attorney General retaining private lawyers to prosecute Civil Action No. 17-CI-01348, the Attorney General is vested with the authority to hire and pay counsel of his choice on any contractual basis the Attorney General deems advisable.

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

18. UNIFIED PROSECUTORIAL SYSTEM

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

a. Commonwealth's Attorneys

	2026-27	2027-28
General Fund	75,751,600	77,355,000
Restricted Funds	5,770,400	5,872,700
Federal Funds	359,200	359,200
TOTAL	81,881,200	83,586,900

(1) Salary Increment: Notwithstanding KRS 15.755, the increment provided on the base salary of the Commonwealth's Attorneys shall be the same as that provided for eligible state employees in Part IV of this Act.

(2) Rocket Docket Program: Included in the above appropriation is \$1,416,700 in General Fund and \$2,000,000 in Restricted Funds in each fiscal year to support the Rocket Docket Program.

b. County Attorneys

	2026-27	2027-28
General Fund	77,602,100	79,366,400

1	Restricted Funds	913,800	931,600
2	Federal Funds	115,100	115,100
3	TOTAL	78,631,000	80,413,100

4 **(1) County Attorney Retirement Costs:** Pursuant to KRS 61.5991, included in
5 the above General Fund appropriation is \$1,590,600 in each fiscal year for each County
6 Attorney's Office's fiscal year 2019-2020 baseline subsidy as adjusted and located under
7 the 2024 Budget Bills tile on the Legislative Research Commission's website.

8 **(2) Expert Witnesses:** Included in the above General Fund appropriation is
9 \$75,000 in each fiscal year for costs associated with expert witnesses in cases involving
10 juvenile defendants.

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

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

16 **TOTAL - UNIFIED PROSECUTORIAL SYSTEM**

17		2026-27	2027-28
18	General Fund	153,353,700	156,721,400
19	Restricted Funds	6,684,200	6,804,300
20	Federal Funds	474,300	474,300
21	TOTAL	160,512,200	164,000,000

22 **19. TREASURY**

23		2026-27	2027-28
24	General Fund	3,437,200	3,500,000
25	Restricted Funds	2,141,400	2,165,400
26	Federal Funds	1,206,700	1,206,700
27	TOTAL	6,785,300	6,872,100

(1) Unclaimed Property Fund: Included in the above Restricted Funds appropriation is \$2,140,900 in fiscal year 2026-2027 and \$2,164,500 in fiscal year 2027-2028 from the Unclaimed Property Fund to provide funding for services performed by the Unclaimed Property Division of the Department of the Treasury.

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

20. AGRICULTURE

	2026-27	2027-28
General Fund (Tobacco)	31,149,900	28,559,600
General Fund	11,607,800	22,085,200
Restricted Funds	22,760,400	12,803,400
Federal Funds	12,173,200	12,173,200
TOTAL	77,691,300	75,621,400

(1) Use of Restricted Funds: Notwithstanding KRS 217.570 and 217B.580, included in the above Restricted Funds appropriation is \$10,000,000 in fiscal year 2026-2027 to support of the operations of the Department of Agriculture.

(2) Farms to Food Banks: Included in the above General Fund (Tobacco) appropriation is \$1,000,000 in each fiscal year to support the Farms to Food Banks Program. The use of the moneys provided by this appropriation shall be restricted to purchases of Kentucky-grown produce from Kentucky farmers who participate in the Farms to Food Banks Program.

(3) County Fair Grants: Included in the above General Fund appropriation is \$455,000 in each fiscal year to support capital improvement grants to the Local Agricultural Fair Aid Program.

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

1 the Kentucky Grape and Wine Council.

2 **(5) Counties Account:** Notwithstanding KRS 248.703(1), included in the above
3 General Fund (Tobacco) appropriation is \$10,202,500 in fiscal year 2026-2027 and
4 \$9,295,900 in fiscal year 2027-2028 for the counties account as specified in KRS
5 248.703(1)(a).

6 **(6) State Account:** Notwithstanding KRS 248.703(1), included in the above
7 General Fund (Tobacco) appropriation is \$18,947,400 in fiscal year 2026-2027 and
8 \$17,263,700 in fiscal year 2027-2028 for the state account as specified in KRS
9 248.703(1)(b).

10 **(7) Tobacco Settlement Funds - Allocations:** Notwithstanding KRS 248.711(2),
11 and from the allocation provided therein, counties that are allocated in excess of \$20,000
12 annually may provide up to four percent of the individual county allocation, not to exceed
13 \$15,000 annually, to the county council in that county for administrative costs.

14 **(8) Kentucky Rural Mental Health, Suicide Prevention, and Farm Safety**
15 **Program:** Included in the above General Fund (Tobacco) appropriation is \$1,000,000 in
16 each fiscal year to support the Kentucky Rural Mental Health, Suicide Prevention, and
17 Farm Safety Program known as the Raising Hope Initiative. The Department for
18 Behavioral Health, Developmental and Intellectual Disabilities shall coordinate with the
19 Kentucky Department of Agriculture, the University of Kentucky Southeast Center for
20 Agricultural Health and Injury Prevention, and other entities to enhance awareness of the
21 National Suicide Prevention Lifeline (988) in rural communities in Kentucky and to
22 improve access to information on mental health issues and available treatment services.
23 The Department for Behavioral Health, Developmental and Intellectual Disabilities shall
24 provide cultural competency training to staff to address the unique mental health
25 challenges affecting the state's rural communities. The Department for Behavioral
26 Health, Developmental and Intellectual Disabilities shall also provide outreach,
27 treatment, and other necessary services to improve the mental health outcomes of rural

1 communities in Kentucky. The Department for Behavioral Health, Developmental and
 2 Intellectual Disabilities, in conjunction with the Kentucky Department of Agriculture and
 3 the University of Kentucky Southeast Center for Agricultural Health and Injury
 4 Prevention, shall apply for Federal Funds as provided by the Agriculture Improvement
 5 Act of 2018, 7 U.S.C. sec. 5936, to supplement the General Fund (Tobacco)
 6 appropriation provided above. The Department of Agriculture may utilize up to \$50,000
 7 in each fiscal year for program administration purposes. The Department of Agriculture
 8 shall coordinate with the Raising Hope Initiative partners to take custody of and maintain
 9 any intellectual property assets that were created or developed by any state agency in
 10 connection with the Raising Hope Initiative.

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

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

17 **21. AUDITOR OF PUBLIC ACCOUNTS**

18	2026-27	2027-28
19 General Fund	9,598,500	9,911,300
20 Restricted Funds	26,476,000	26,874,200
21 TOTAL	36,074,500	36,785,500

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

(2) Financial Audit Receipts: The Auditor of Public Accounts shall provide a listing of fee receipts for all audits and special examinations, itemized by type, agency, or unit of government, as well as billing methodology to the Interim Joint Committee on Appropriations and Revenue by August 1 of each fiscal year.

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

22. PERSONNEL BOARD

	2026-27	2027-28
Restricted Funds	1,034,700	1,049,400

(1) Personnel Board Operating Assessment: Each Agency of the Executive Branch with employees covered by KRS Chapter 18A shall be assessed each fiscal year the amount required for the operation of the Personnel Board. The agency assessment shall be determined by the Secretary of the Finance and Administration Cabinet based on the authorized full-time positions of each agency on July 1 of each year of the biennium. The Secretary of the Finance and Administration Cabinet shall collect the assessment.

23. KENTUCKY PUBLIC PENSIONS AUTHORITY

	2026-27	2027-28
Restricted Funds	52,407,500	54,022,700

(1) Kentucky Employees Retirement System Quasi-Governmental Agencies: Notwithstanding KRS 61.565(1)(d)1.d., the initial dollar amounts shall be adjusted downward for fiscal years 2026-2027 and 2027-2028 based on the actuarial valuation as of June 30, 2025.

24. OCCUPATIONAL AND PROFESSIONAL BOARDS AND COMMISSIONS

a. Accountancy

	2026-27	2027-28
Restricted Funds	739,700	751,100

1	b. Certification of Alcohol and Drug Counselors		
2		2026-27	2027-28
3	Restricted Funds	405,400	405,400
4	c. Applied Behavior Analysis Licensing		
5		2026-27	2027-28
6	Restricted Funds	70,800	70,800
7	d. Architects		
8		2026-27	2027-28
9	Restricted Funds	485,500	493,200
10	e. Certification for Professional Art Therapists		
11		2026-27	2027-28
12	Restricted Funds	11,200	11,200
13	f. Barbering		
14		2026-27	2027-28
15	Restricted Funds	513,400	521,500
16	g. Chiropractic Examiners		
17		2026-27	2027-28
18	Restricted Funds	299,800	299,800
19	h. Dentistry		
20		2026-27	2027-28
21	Restricted Funds	1,000,000	1,012,900
22	i. Licensed Diabetes Educators		
23		2026-27	2027-28
24	Restricted Funds	29,300	29,300
25	j. Licensure and Certification for Dietitians and Nutritionists		
26		2026-27	2027-28
27	Restricted Funds	94,100	94,100

1	k. Embalmers and Funeral Directors		
2		2026-27	2027-28
3	Restricted Funds	642,300	652,000
4	l. Licensure for Professional Engineers and Land Surveyors		
5		2026-27	2027-28
6	Restricted Funds	2,239,500	2,270,500
7	m. Certification of Fee-Based Pastoral Counselors		
8		2026-27	2027-28
9	Restricted Funds	3,600	3,600
10	n. Registration for Professional Geologists		
11		2026-27	2027-28
12	Restricted Funds	109,000	109,000
13	o. Hairdressers and Cosmetologists		
14		2026-27	2027-28
15	Restricted Funds	3,605,900	2,657,900
16	p. Specialists in Hearing Instruments		
17		2026-27	2027-28
18	Restricted Funds	77,900	77,900
19	q. Interpreters for the Deaf and Hard of Hearing		
20		2026-27	2027-28
21	Restricted Funds	51,800	51,800
22	r. Examiners and Registration of Landscape Architects		
23		2026-27	2027-28
24	Restricted Funds	92,800	95,300
25	s. Licensure of Marriage and Family Therapists		
26		2026-27	2027-28
27	Restricted Funds	141,300	141,300

1	t. Licensure for Massage Therapy		
2		2026-27	2027-28
3	Restricted Funds	150,700	150,700
4	u. Medical Imaging and Radiation Therapy		
5		2026-27	2027-28
6	Restricted Funds	518,100	526,800
7	v. Medical Licensure		
8		2026-27	2027-28
9	Restricted Funds	4,697,000	4,751,300
10	w. Nursing		
11		2026-27	2027-28
12	Restricted Funds	10,879,800	11,069,400
13	x. Licensure for Nursing Home Administrators		
14		2026-27	2027-28
15	Restricted Funds	101,100	101,100
16	y. Licensure for Occupational Therapy		
17		2026-27	2027-28
18	Restricted Funds	241,600	241,600
19	z. Ophthalmic Dispensers		
20		2026-27	2027-28
21	Restricted Funds	71,200	71,200
22	aa. Optometric Examiners		
23		2026-27	2027-28
24	Restricted Funds	312,700	316,500
25	ab. Pharmacy		
26		2026-27	2027-28
27	Restricted Funds	3,255,300	3,308,600

1	ac. Physical Therapy		
2		2026-27	2027-28
3	Restricted Funds	753,500	766,100
4	ad. Podiatry		
5		2026-27	2027-28
6	Restricted Funds	58,100	58,100
7	ae. Private Investigators		
8		2026-27	2027-28
9	Restricted Funds	113,700	113,700
10	af. Licensed Professional Counselors		
11		2026-27	2027-28
12	Restricted Funds	460,800	460,800
13	ag. Prosthetics, Orthotics, and Pedorthics		
14		2026-27	2027-28
15	Restricted Funds	46,300	46,300
16	ah. Emergency Medical Services		
17		2026-27	2027-28
18	General Fund	2,571,100	2,602,900
19	Restricted Funds	943,700	945,200
20	Federal Funds	343,400	345,300
21	TOTAL	3,858,200	3,893,400
22	ai. Examiners of Psychology		
23		2026-27	2027-28
24	Restricted Funds	311,400	311,400
25	aj. Respiratory Care		
26		2026-27	2027-28
27	Restricted Funds	329,900	335,300

1	ak. Social Work		
2		2026-27	2027-28
3	Restricted Funds	653,500	663,700
4	al. Speech-Language Pathology and Audiology		
5		2026-27	2027-28
6	Restricted Funds	225,500	225,500
7	am. Veterinary Examiners		
8		2026-27	2027-28
9	Restricted Funds	816,900	813,600
10	TOTAL - OCCUPATIONAL AND PROFESSIONAL BOARDS AND		
11	COMMISSIONS		
12		2026-27	2027-28
13	General Fund	2,571,100	2,602,900
14	Restricted Funds	35,554,100	35,025,500
15	Federal Funds	343,400	345,300
16	TOTAL	38,468,600	37,973,700
17	25. KENTUCKY RIVER AUTHORITY		
18		2026-27	2027-28
19	General Fund	393,700	399,200
20	Restricted Funds	6,158,700	6,174,100
21	Federal Funds	4,300	-0-
22	TOTAL	6,556,700	6,573,300
23	(1) Water Withdrawal Fees: The water withdrawal fees imposed by the		
24	Kentucky River Authority shall not be subject to state and local taxes. Notwithstanding		
25	KRS 151.710(10), Tier 1 water withdrawal fees shall be used to support the operations of		
26	the Authority and for contractual services for water supply and quality studies.		
27	26. SCHOOL FACILITIES CONSTRUCTION COMMISSION		

1		2026-27	2027-28
2	General Fund	105,468,800	108,222,200

3 **(1) Debt Service:** Included in the above General Fund appropriation is
4 \$1,503,000 in fiscal year 2026-2027 and \$3,006,000 in fiscal year 2027-2028 for new
5 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
6 Act.

7 **(2) Additional Offers of Assistance:** Notwithstanding KRS 157.611 to 157.665,
8 the School Facilities Construction Commission is authorized to make an additional
9 \$100,000,000 in offers of assistance during the 2026-2028 fiscal biennium in anticipation
10 of debt service availability during the 2028-2030 fiscal biennium. No bonded
11 indebtedness based on the above amount is to be incurred during the 2026-2028 fiscal
12 biennium.

13 **(3) School Facility Assistance Fund - 2025-2026:** Notwithstanding KRS
14 157.611 to 157.665 and 2024 Ky. Acts ch. 175, Part I, A., 27., (5), the School Facilities
15 Construction Commission shall make awards from the balance of funds remaining from
16 the capital appropriation in 2024 Ky. Acts ch. 175, Part II, A., 10., 005. in the specified
17 amounts to the following local school districts in fiscal year 2026-2027:

18 (a) \$2,679,000 to Augusta Independent; and

19 (b) \$9,870,000 to Marion County Schools.

20 **(4) Use of Restricted Funds for Debt Service:** Notwithstanding KRS 157.618,
21 Restricted Funds in the amount of \$8,453,400 in fiscal year 2026-2027 are hereby
22 transferred to the Debt Service Fund to pay debt service on previously issued bonds.

23 **27. TEACHERS' RETIREMENT SYSTEM**

24		2026-27	2027-28
25	General Fund	1,225,339,000	1,277,624,600
26	Restricted Funds	23,326,300	24,418,700
27	TOTAL	1,248,665,300	1,302,043,300

1 **(1) Dependent Subsidy for All Retirees under age 65:** Pursuant to KRS
2 161.675(4), health insurance supplement payments made by the retirement system shall
3 not exceed the amount of the single coverage insurance premium.

4 **(2) Retiree Health Insurance:** Pursuant to KRS 161.550(2)(b) and
5 notwithstanding any statute to the contrary, included in the above General Fund
6 appropriation is \$100,600,000 in fiscal year 2026-2027 and \$112,400,000 in fiscal year
7 2027-2028 to support the state's contribution for the cost of retiree health insurance for
8 members not eligible for Medicare who have retired on or after July 1, 2010.
9 Notwithstanding KRS 161.675, the Teachers' Retirement System Board of Trustees shall
10 provide health insurance supplement payments towards the cost of the single coverage
11 insurance premium based on age and years of service credit of eligible recipients of a
12 retirement allowance, the cost of which shall be paid from the Medical Insurance Fund.
13 Notwithstanding KRS 161.675, the Teachers' Retirement System Board of Trustees shall
14 authorize eligible recipients of a retirement allowance from the Teachers' Retirement
15 System who are less than age 65 to be included in the state-sponsored health insurance
16 plan that is provided to active teachers and state employees under KRS 18A.225.
17 Notwithstanding KRS 161.675(4)(a), the contribution paid by retirees who are less than
18 age 65 who qualify for the maximum health insurance supplement payment for single
19 coverage shall be no more than the sum of (a) the employee contribution paid by active
20 teachers and state employees for a similar plan, and (b) the standard Medicare Part B
21 premium as determined by the Centers for Medicare and Medicaid Services.
22 Notwithstanding KRS 161.675(4)(a), the contribution paid by retirees who are less than
23 age 65 who do not qualify for the maximum health insurance supplement payment for
24 single coverage shall be determined by the same graduated formula used by the Teachers'
25 Retirement System for Plan Year 2026.

26 **(3) Medical Insurance Fund Employee Contributions Suspended:**
27 Notwithstanding KRS 161.540(1)(e), the employee contributions to the medical

insurance fund required under 161.540(1)(a)2., (b)2., (c)3., and (d)3., shall be suspended effective July 1, 2027, as the fund has become fully funded after fiscal year 2026-2027 as determined by the annual actuarial valuation.

(4) Actuarially Determined Employer Contribution: Included in the above General Fund appropriation is \$1,076,889,000 in fiscal year 2026-2027 and \$1,160,793,400 in fiscal year 2027-2028 to provide the full actuarially determined employer contribution. The Teachers' Retirement System shall provide a report on the actuarially determined employer contribution to the Public Pension Oversight Board no later than December 1, 2027.

28. APPROPRIATIONS NOT OTHERWISE CLASSIFIED

	2026-27	2027-28
General Fund	17,653,300	17,653,300

(1) Funding Sources for Appropriations Not Otherwise Classified: Funds required to pay the costs of items included within Appropriations Not Otherwise Classified are appropriated. Any required expenditure over the above amounts is to be paid first from the General Fund Surplus Account (KRS 48.700), if available, or from any available balance in either the Judgments budget unit appropriation or the Budget Reserve Trust Fund Account (KRS 48.705), subject to the conditions and procedures provided in this Act.

The above appropriation is for the payment of Attorney General Expense, Board of Claims awards, Guardian Ad Litem, Prior Year Claims, Unredeemed Checks Refunded, Involuntary Commitments - ICF/MR, Frankfort in Lieu of Taxes, Franklin County Schools in Lieu of Taxes, Frankfort Independent Schools in Lieu of Taxes, Police Officer, Firefighter, and National Guard and Reserve Survivor Benefits, Medical Malpractice Liability Insurance Reimbursement, and Blanket Employee Bonds.

(2) Repayment of Awards or Judgments: Funds are appropriated from the General Fund for the repayment of awards or judgments made by the Board of Claims

1 against departments, boards, commissions, and other agencies funded with appropriations
2 out of the General Fund. However, awards under \$5,000 shall be paid from funds
3 available for the operations of the agency.

4 **(3) Guardian Ad Litem Fees:** Included in the above appropriation is funding for
5 fees to be paid to each guardian ad litem appointed by the court pursuant to KRS
6 Chapters 26A, 199, 311, 403, 456, 620, and 625 or any other Guardian ad Litem fee for
7 which the Finance and Administration Cabinet is assigned responsibility by the Courts of
8 the Commonwealth. Guardian ad Litem fees shall be fixed by the court and, unless
9 otherwise specifically authorized by statute, shall not exceed \$500.

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

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

18 **29. JUDGMENTS**

19 **(1) Payment of Judgments and Carry Forward of General Fund**
20 **Appropriation Balance:** Pursuant to KRS 48.150 and notwithstanding KRS 45A.275,
21 the payment of judgments that exceed the above appropriation, as may be rendered
22 against the Commonwealth by courts and orders of the State Personnel Board and, where
23 applicable, shall be subject to KRS Chapter 45, and the payment of judgments, audit
24 adjustments, and excess billings to federal programs related to transfers from internal
25 service funds to the General Fund authorized in prior appropriations acts, are hereby
26 authorized. Funds required to pay the costs of items included in the Judgments budget
27 unit are appropriated, and any required expenditure over the above amounts is to be paid

first from the General Fund Surplus Account (KRS 48.700), if available, or from the Budget Reserve Trust Fund Account (KRS 48.705), subject to the conditions and procedures provided in this Act. Notwithstanding KRS 45.229, these funds shall not lapse and shall carry forward.

30. KENTUCKY COMMUNICATIONS NETWORK AUTHORITY

	2026-27	2027-28
General Fund	40,886,900	40,931,900
Restricted Funds	10,385,000	10,385,000
TOTAL	51,271,900	51,316,900

TOTAL - GENERAL GOVERNMENT

	2026-27	2027-28
General Fund (Tobacco)	31,299,900	28,709,600
General Fund	1,751,141,300	1,831,841,500
Restricted Funds	432,552,600	411,864,000
Federal Funds	861,773,200	710,866,600
TOTAL	3,076,767,000	2,983,281,700

B. ECONOMIC DEVELOPMENT CABINET

Budget Unit

1. ECONOMIC DEVELOPMENT

	2026-27	2027-28
General Fund	29,297,500	30,933,800
Restricted Funds	5,489,700	4,153,700
Federal Funds	436,000	401,000
TOTAL	35,223,200	35,488,500

(1) Funding for Commercialization and Innovation: Notwithstanding KRS 154.12-278, interest income earned on the balances in the High-Tech Construction/Investment Pool and loan repayments received by the High-Tech

1 Construction/Investment Pool shall be used to support the Office of Entrepreneurship and
2 are appropriated in addition to amounts appropriated above.

3 **(2) Lapse and Carry Forward of General Fund Appropriation Balance for**
4 **Bluegrass State Skills Corporation:** Notwithstanding KRS 45.229, the General Fund
5 appropriation balance for Bluegrass State Skills Corporation training grants for fiscal
6 year 2025-2026 and fiscal year 2026-2027 shall not lapse and shall carry forward.

7 **(3) Carry Forward of General Fund Appropriation Balance:** Notwithstanding
8 KRS 45.229, the General Fund appropriation in fiscal year 2025-2026 and fiscal year
9 2026-2027 to the Cabinet for Economic Development, Science and Technology Program,
10 shall not lapse and shall carry forward.

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

14 **(5) Training Grants:** Included in the above General Fund appropriation is
15 \$2,500,000 in each fiscal year for the Bluegrass State Skills Corporation to make training
16 grants to support manufacturing-related investments. The Corporation shall utilize these
17 funds for a manufacturer designated by the United States Department of Commerce,
18 United States Census Bureau North American Industry Classification System code of
19 336111, 336112, 336120, or 336211 that employs at least 10,000 full-time persons at the
20 same facility or at multiple facilities located within the same county to help offset
21 associated costs of retraining its workforce.

22 **(6) Kentucky Product Development Initiative Carry Forward of**
23 **Appropriation Balance:** Notwithstanding KRS 45.229 and 154.21-020(1)(f), the
24 General Fund appropriation balance from 2022 Ky. Acts ch. 199, Part I, B., 1., (12) shall
25 not lapse and shall carry forward for future rounds of funding.

26 **(7) KEDFA Forgivable Loan-Carry Forward of Appropriation Balance:**
27 Notwithstanding KRS 45.229, the General Fund appropriation balance from 2022 Ky.

1 Acts ch. 199, Part I, B., 1., (11) shall not lapse and shall carry forward.

2 **C. DEPARTMENT OF EDUCATION**

3 **Budget Units**

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

	2026-27	2027-28
7 General Fund	3,759,644,300	3,756,331,600

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

10 **(2) Allocation of SEEK Funds:** Notwithstanding KRS 157.360(2)(c), the above
11 General Fund appropriation to the base SEEK Program is intended to provide a base
12 guarantee of \$4,701 per student in average daily attendance in fiscal year 2026-2027 and
13 \$4,818 per student in average daily attendance in fiscal year 2027-2028, as well as to
14 meet the other requirements of KRS 157.360. Notwithstanding KRS 157.360(2), each
15 district's base funding level shall be adjusted for the number of students demonstrating
16 limited proficiency in English language skills, multiplied by 0.096.

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

48. If funds appropriated to the SEEK Program are insufficient to provide the amount of money required under KRS 157.310 to 157.440, allotments to local school districts may be reduced in accordance with KRS 157.430.

(3) Base SEEK Allotments: Notwithstanding KRS 157.420(2), included in the above General Fund appropriation is \$2,101,969,500 in fiscal year 2026-2027 and \$2,120,831,000 in fiscal year 2027-2028 for the base SEEK Program as defined by KRS 157.360. Funds appropriated to the SEEK Program shall be allotted to school districts in accordance with KRS 157.310 to 157.440, except that the total of the funds allotted shall not exceed the appropriation for this purpose, except as provided in this Act.

(4) Tier I Component: Included in the above General Fund appropriation is \$251,849,500 in fiscal year 2026-2027 and \$238,638,400 in fiscal year 2027-2028 for the Tier I component as established by KRS 157.440.

(5) Vocational Transportation: Included in the above General Fund appropriation is \$7,833,100 in each fiscal year for vocational transportation.

(6) Teachers' Retirement System Employer Match: Included in the above General Fund appropriation is \$529,410,000 in fiscal year 2026-2027 and \$541,260,000 in fiscal year 2027-2028 to enable local school districts to provide the employer match for qualified employees.

(7) Salary Supplements for Nationally Certified Teachers: Notwithstanding KRS 157.395, included in the above General Fund appropriation is \$4,655,500 in each fiscal year for the purpose of providing salary supplements for public school teachers attaining certification by the National Board for Professional Teaching Standards. Notwithstanding KRS 157.395, if the appropriation is insufficient to provide the mandated salary supplement for teachers who have obtained this certification, the Department of Education is authorized to pro rata reduce the supplement.

(8) SEEK Adjustment Factors: Funds allocated for the SEEK base and its adjustment factors that are not needed for the base or a particular adjustment factor may

1 be allocated to other adjustment factors, if funds for that adjustment factor are not
2 sufficient.

3 **(9) Facilities Support Program of Kentucky/Equalized Nickel Levies:**

4 Included in the above General Fund appropriation is \$137,176,700 in fiscal year 2026-
5 2027 and \$126,577,500 in fiscal year 2027-2028 to provide facilities equalization funding
6 pursuant to KRS 157.440 and 157.620.

7 **(10) Growth Levy Equalization Funding:** Included in the above General Fund
8 appropriation is \$51,931,100 in fiscal year 2026-2027 and \$44,166,600 in fiscal year
9 2027-2028 to provide facilities equalization funding pursuant to KRS 157.440 and
10 157.620 for districts meeting the eligibility requirements of KRS 157.621(1) and (4).
11 Notwithstanding KRS 157.621(1)(b)2., a school district that imposes the levy authorized
12 by KRS 157.621(1)(b)1. shall be equalized for that levy, in addition to the equalization
13 funding appropriated in accordance with KRS 157.621(1)(b)2., and all funds for this
14 purpose shall be committed to debt service, new facilities, or major renovations in
15 accordance with KRS 157.440(1)(b). It is the intent of the 2026 General Assembly that
16 any local school district receiving equalization under this subsection shall receive full
17 calculated equalization until the earlier of 20 years of the effective date of this Act, or the
18 date the bonds for the local school district supported by this equalization are retired, in
19 accordance with KRS 157.621(2).

20 **(11) Retroactive Equalized Facility Funding:** Included in the above General
21 Fund appropriation is \$79,167,500 in fiscal year 2026-2027 and \$73,735,400 in fiscal
22 year 2027-2028 to provide equalized facility funding pursuant to KRS 157.440 and
23 157.620 to districts meeting the eligibility requirements of KRS 157.621(2) and (4). In
24 addition, a local board of education that levied a tax rate subject to recall by January 1,
25 2014, in addition to the five cents levied pursuant to KRS 157.440(1)(b) and that
26 committed the receipts to debt service, new facilities, or major renovations of existing
27 facilities shall be eligible for equalization funds from the state at 150 percent of the

1 statewide average per pupil assessment. Revenue to generate the five cent equivalent levy
 2 may be obtained from levies on property, motor vehicles, or the taxes authorized by KRS
 3 160.593, 160.597, 160.601 to 160.633, and 160.635 to 160.648 if the levy was dedicated
 4 to facilities funding at the time of the levy. The equalization funds shall be used as
 5 provided in KRS 157.440(1)(b). Notwithstanding KRS 157.621(2)(a) and (4), for the
 6 2026-2028 fiscal biennium, school districts that levied the tax rate subject to recall prior
 7 to January 15, 2024, shall be equalized at 100 percent of the calculated equalization
 8 funding; school districts that levied the tax rate subject to recall on or after January 15,
 9 2024, and before January 15, 2026, shall be equalized at 25 percent of the calculated
 10 equalization funding; and all funds for this purpose shall be committed to debt service,
 11 new facilities, or major renovations in accordance with KRS 157.440(1)(b). It is the
 12 intent of the 2026 General Assembly that any local school district receiving partial
 13 equalization under this subsection in the 2026-2028 fiscal biennium shall receive full
 14 calculated equalization in the 2028-2030 fiscal biennium and thereafter, until the earlier
 15 of 20 years of the effective date of this Act, or the date the bonds for the local school
 16 district supported by this equalization are retired, in accordance with KRS 157.621(2).

17 **(12) Equalized Facility Funding:** Included in the above General Fund
 18 appropriation is \$17,355,900 in fiscal year 2026-2027 and \$16,106,400 in fiscal year
 19 2027-2028 to provide equalized facility funding pursuant to KRS 157.440 and 157.620 to
 20 districts meeting the eligibility requirements of KRS 157.621(3) and (4). Notwithstanding
 21 KRS 157.621(3)(c), a school district meeting the criteria of KRS 157.621(3)(a) and (b)
 22 shall be equalized at 100 percent of the calculated equalization funding in each fiscal
 23 year, and all funds for this purpose shall be committed to debt service, new facilities, or
 24 major renovations in accordance with KRS 157.440(1)(b). In addition, notwithstanding
 25 KRS 157.621(1) and (3), a school district that has levied a five-cent equivalent rate
 26 authorized by KRS 157.621(1)(a) and is not receiving state equalization funding for that
 27 levy under KRS 157.621(1)(b), or 157.621(3), or any other provision of this Act, shall be

1 equalized at 100 percent of the calculated equalization funding in each fiscal year, and all
2 funds for this purpose shall be committed to debt service, new facilities, or major
3 renovations in accordance with KRS 157.440(1)(b). It is the intent of the 2026 General
4 Assembly that any local school district receiving equalization under this subsection shall
5 receive full calculated equalization until the earlier of 20 years of the effective date of
6 this Act, or the date the bonds for the local school district supported by this equalization
7 are retired, in accordance with KRS 157.621(3).

8 **(13) BRAC Equalized Facility Funding:** Notwithstanding KRS 157.621(1)(c)2.,
9 included in the above General Fund appropriation is \$3,162,200 in fiscal year 2026-2027
10 and \$2,749,400 in fiscal year 2027-2028 to provide equalized facility funding to school
11 districts meeting the eligibility requirements of KRS 157.621(1)(c)1. pursuant to KRS
12 157.440 and 157.620.

13 **(14) Equalization Funding for Critical Construction Needs Schools:** Included
14 in the above General Fund appropriation is \$10,136,800 in fiscal year 2026-2027 and
15 \$9,781,800 in fiscal year 2027-2028 to school districts in accordance with KRS
16 157.621(5).

17 **(15) Hold-Harmless Guarantee:** A modified hold-harmless guarantee is
18 established in each fiscal year which provides that every local school district shall receive
19 at least the same amount of SEEK state funding per pupil as was received in fiscal year
20 1991-1992. If funds appropriated to the SEEK Program are insufficient to provide the
21 amount of money required under KRS 157.310 to 157.440, and allotments to local school
22 districts are reduced in accordance with KRS 157.430, allocations to school districts
23 subject to this provision shall not be reduced.

24 **(16) Residential Youth-at-Risk Programs:** In accordance with KRS 157.360, no
25 funds from the SEEK Program shall be distributed to the programs operated by the
26 Kentucky Guard Youth Challenge Division of the Department of Military Affairs.
27 Notwithstanding KRS 157.350, 157.360, 157.410, and any other statute to the contrary,

1 any school district providing educational services to students enrolled in programs
2 operated by the Kentucky Guard Youth Challenge Division of the Department of Military
3 Affairs shall be paid for those services solely from the General Fund appropriation in Part
4 I, A., 6. of this Act, and students enrolled in such programs shall not be included in the
5 average daily attendance for purposes of SEEK Program funding.

6 **(17) Salary Supplements for Certified Audiologists and Speech Language**
7 **Pathologists:** Included in the above General Fund appropriation is \$2,312,000 in each
8 fiscal year for the purpose of providing a \$2,000 salary supplement each year for full-
9 time public school Audiologists and Speech Language Pathologists that have active
10 Certificates of Clinical Competence, as offered by the American Speech-Language-
11 Hearing Association. Notwithstanding any statute to the contrary, if the appropriation is
12 insufficient to provide all full-time public school American Speech-Language-Hearing
13 Association certified Audiologists and Speech Language Pathologists with the \$2,000
14 stipend, then the Department of Education is authorized to pro rata reduce the
15 supplement.

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

23 **(19) SEEK Transportation:** Notwithstanding KRS 157.370 and 157.360(2)(c),
24 included in the above General Fund appropriation is \$398,884,500 in each fiscal year to
25 support pupil transportation.

26 **(20) School District Employee Salary Increase:** Notwithstanding KRS 157.420,
27 during fiscal year 2026-2027, local school districts shall provide each eligible employee a

salary or compensation increase of three percent. The salary increases in fiscal year 2026-2027 for certified staff shall be in addition to the normal rank and step increase attained by certified personnel employed by local school districts.

An eligible employee employed in a public school, shall receive a three percent increase effective with the 2026-2027 school year. "Eligible employee" means a full-time employee of the district on or before September 15 of each school year.

The salary supplement shall be considered in the calculation for contributions to the Teachers' Retirement System or the County Employees' Retirement System.

A local board of education shall request reimbursement for these purposes from funds appropriated for this purpose. The Department of Education shall develop policies for the distribution of the reimbursements and to track the eligible employees and reimbursement requests from districts.

(21) Star Academy: Included in the above General Fund appropriation is \$5,000,000 in fiscal year 2026-2027 and \$10,000,000 in fiscal year 2027-2028 to support a pilot program of Star Academy schools within existing public schools throughout the state.

2. OPERATIONS AND SUPPORT SERVICES

	2026-27	2027-28
General Fund	64,912,600	66,972,500
Restricted Funds	6,568,500	6,044,900
Federal Funds	465,589,500	465,807,800
TOTAL	537,070,600	538,825,200

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

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

(3) School Food Services: Included in the above General Fund appropriation is \$3,584,000 in each fiscal year for the School Food Services Program.

(4) Advanced Placement, International Baccalaureate, and Cambridge International Exams: Notwithstanding KRS 160.348(5), included in the above General Fund appropriation is \$1,000,000 in each fiscal year to pay the cost of Advanced Placement, International Baccalaureate, and Cambridge International examinations for those students who meet the eligibility requirements for free or reduced-price meals. Notwithstanding KRS 154A.130(4) and KRS 160.348(5), included in the above General Fund appropriation is \$2,600,000 in each fiscal year to reduce the total cost of Advanced Placement examinations for students who do not meet the eligibility requirements for free or reduced-price meals.

3. LEARNING AND RESULTS SERVICES

	2026-27	2027-28
General Fund	1,475,692,300	1,700,805,600
Restricted Funds	77,800,400	102,173,000
Federal Funds	619,900,700	619,729,900
TOTAL	2,173,393,400	2,422,708,500

(1) Pre-K for All: Notwithstanding KRS 42.205, included in the above Restricted Funds appropriation is \$40,500,000 in sports wagering revenues from the Kentucky Permanent Pension Fund in fiscal year 2027-2028 to support the financing of preschool education in local school districts for all four-year-old children.

(2) Kentucky Education Technology System: Notwithstanding KRS 157.650 to 157.665, the School for the Deaf and the School for the Blind shall be fully eligible, along with local school districts, to participate in the Kentucky Education Technology

1 System in a manner that takes into account the special needs of the students of these two
2 schools.

3 **(3) Family Resource and Youth Services Centers:** Funds appropriated to
4 establish and support Family Resource and Youth Services Centers shall be transferred in
5 each fiscal year to the Cabinet for Health and Family Services consistent with KRS
6 156.496. The Cabinet for Health and Family Services is authorized to use, for
7 administrative purposes, no more than three percent of the total funds transferred from
8 the Department of Education for the Family Resource and Youth Services Centers. If a
9 certified person is employed as a director or coordinator of a Family Resource and Youth
10 Services Center, that person shall retain his or her status as a certified employee of the
11 school district.

12 **(4) Health Insurance:** Notwithstanding KRS 42.205, included in the above
13 Restricted Funds appropriation is \$52,500,000 in fiscal year 2026-2027 and \$32,271,000
14 in fiscal year 2027-2028 in sports wagering revenues from the Kentucky Permanent
15 Pension Fund for local school district employer contributions for health insurance and the
16 contribution to the health reimbursement account for employees waiving coverage.
17 Included in the above General Fund appropriation is \$1,024,321,500 in fiscal year 2026-
18 2027 and \$1,245,552,800 in fiscal year 2027-2028 for employer contributions for health
19 insurance and the contribution to the health reimbursement account for employees
20 waiving coverage. Notwithstanding KRS 45.229, General Fund in the amount of
21 \$98,310,700 in fiscal year 2025-2026 shall not lapse and shall carry forward into fiscal
22 year 2026-2027.

23 **(5) Program Flexibility:** Notwithstanding KRS 158.070(8) and 158.446, local
24 school districts shall be provided additional flexibility in the utilization of funds for
25 Extended School Services and Safe Schools. Local school districts shall continue to
26 address the governing statutes and serve the intended student population but may utilize
27 funds from these programs for general operating expenses in each year of the fiscal

1 biennium. Local school districts that utilize these funds for general operating expenses
 2 shall report to the Kentucky Department of Education and the Interim Joint Committee
 3 on Education the amount of funding from each program utilized for general operating
 4 expenses.

5 **(6) Center for School Safety:** Included in the above General Fund appropriation
 6 is \$15,000,000 in each fiscal year for the Center for School Safety. Notwithstanding KRS
 7 158.446, the Center for School Safety shall develop and implement allotment policies for
 8 all moneys received for the purposes of KRS 158.440, 158.441, 158.4415, 158.4416,
 9 158.442, 158.445, and 158.446, except that no more than \$1,500,000 in each fiscal year
 10 may be retained for administrative purposes.

11 **(7) Allocations to School-Based Decision Making Councils:** Notwithstanding
 12 KRS 160.345(8), for each fiscal year, a local board of education may reduce the
 13 allocations to individual schools within the district as outlined in 702 KAR 3:246, secs. 6,
 14 7, and 8. The allocation under 702 KAR 3:246, sec. 6, shall not be less than \$100 per
 15 pupil in average daily attendance.

16 **(8) Kentucky School for the Blind and Kentucky School for the Deaf:**
 17 Included in the above General Fund appropriation is \$9,277,300 in fiscal year 2026-2027
 18 and \$9,505,200 in fiscal year 2027-2028 for the Kentucky School for the Blind and
 19 \$11,831,700 in fiscal year 2026-2027 and \$12,125,600 in fiscal year 2027-2028 for the
 20 Kentucky School for the Deaf.

21 **(9) Career and Technical Education:** Included in the above General Fund
 22 appropriation is \$130,207,200 in fiscal year 2026-2027 and \$131,292,400 in fiscal year
 23 2027-2028 for career and technical education. The Department of Education shall classify
 24 each comprehensive high school with five or more career and technical education
 25 program areas as a local area vocational education center and shall also include any
 26 comprehensive high school with fewer than five career and technical education programs
 27 and all state-operated area technology centers in the supplemental funding.

1 **(10) Advisory Council for Gifted and Talented Education:** Notwithstanding
 2 KRS 158.648(1), a member of the State Advisory Council for Gifted and Talented
 3 Education may be reappointed but shall not serve more than six consecutive terms.
 4 Notwithstanding KRS 158.648(1), a member of the Kentucky Association for Gifted
 5 Education shall be a voting member of the State Advisory Council for Gifted and
 6 Talented Education.

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

15 **(12) Learning and Results Services Programs:** Included in the above General
 16 Fund appropriation are the following allocations for the 2026-2028 fiscal biennium, but
 17 no portion of these funds shall be utilized for state-level administrative purposes:

- 18 (a) \$1,900,000 in each fiscal year for AdvanceKentucky;
- 19 (b) \$1,850,000 in each fiscal year for the Community Education Program;
- 20 (c) \$23,916,300 in each fiscal year for the Extended School Services Program;
- 21 (d) \$48,660,500 in each fiscal year for the Family Resource and Youth Services
 22 Centers Program;
- 23 (e) \$10,000,000 in each fiscal year for the Gifted and Talented Program;
- 24 (f) \$100,000 in each fiscal year for the Hearing and Speech Center;
- 25 (g) \$100,000 in each fiscal year for the Heuser Hearing and Language Academy;
- 26 (h) Notwithstanding KRS 154A.130(4), \$1,675,500 in each fiscal year for the
 27 Jobs for America's Graduates Program;

- 1 (i) \$500,000 in each fiscal year for the Kentucky Alliance of Boys & Girls Clubs;
- 2 (j) \$12,500,000 in each fiscal year for the Kentucky Educational Collaborative
- 3 for State Agency Children;
- 4 (k) \$1,391,000 in each fiscal year for Local School District Life Insurance;
- 5 (l) \$5,019,000 in each fiscal year for the Mathematics Achievement Fund;
- 6 (m) \$84,481,100 in each fiscal year for the Preschool Program;
- 7 (n) \$15,936,600 in each fiscal year for the Read to Achieve Program;
- 8 (o) 11,000,000 in each fiscal year for the Read to Succeed Program;
- 9 (p) \$2,000,000 in each fiscal year for Save the Children;
- 10 (q) \$1,200,000 in each fiscal year for the Statewide Reading Research Center;
- 11 (r) \$700,000 in each fiscal year for Teach for America;
- 12 (s) \$500,000 in each fiscal year for the Visually Impaired Preschool Services
- 13 Program;
- 14 (t) \$1,500,000 in each fiscal year for a vendor to provide online computer science
- 15 courses; and
- 16 (u) \$5,000,000 in each fiscal year for Numeracy Counts.

17 **(13) U.S. Army Junior Reserve Officers' Training Corps Pilot Program**
 18 **Consultants:** Included in the above General Fund appropriation is \$654,500 in each
 19 fiscal year to support U.S. Army Junior Reserve Officers' Training Corps pilot program
 20 consultants.

21 **(14) School Resource Officers:** Included in the above General Fund appropriation
 22 is \$18,000,000 in each fiscal year to the Department of Education to assist local districts
 23 in funding salaries for school resource officers, as defined in KRS 158.441, on a
 24 reimbursement basis. The Department of Education shall reimburse local school districts
 25 up to \$20,000 for each campus employing at least one on-sight full-time certified
 26 resource officer.

27 **(15) Licensure Operations:** Notwithstanding KRS 65A.020(5)(a), \$1,000,000

1 may be used in fiscal year 2026-2027 to support the operations of the Department.

2 **TOTAL - DEPARTMENT OF EDUCATION**

3		2026-27	2027-28
4	General Fund	5,300,249,200	5,524,109,700
5	Restricted Funds	84,368,900	108,217,900
6	Federal Funds	1,085,490,200	1,085,537,700
7	TOTAL	6,470,108,300	6,717,865,300

8 **D. EDUCATION AND LABOR CABINET**

9 **Budget Units**

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

11		2026-27	2027-28
12	General Fund (Tobacco)	1,200,000	1,200,000
13	General Fund	13,936,000	14,018,500
14	Restricted Funds	23,633,000	24,005,900
15	Federal Funds	5,630,400	5,664,600
16	TOTAL	44,399,400	44,889,000

17 **(1) Early Childhood Development:** Included in the above General Fund
 18 (Tobacco) appropriation is \$1,200,000 in each fiscal year for the Early Childhood
 19 Advisory Council.

20 **(2) Governor's Scholars Program:** Included in the above General Fund
 21 appropriation is \$2,000,000 in each fiscal year for the Governor's Scholars Program.

22 **(3) Governor's School for Entrepreneurs:** Included in the above General Fund
 23 appropriation is \$1,000,000 in each fiscal year for the Governor's School for
 24 Entrepreneurs.

25 **(4) The Hope Center:** Included in the above General Fund appropriation is
 26 \$100,000 in each fiscal year for the Hope Center.

27 **(5) Kentucky Adult Learner Program:** Included in the above General Fund

1 appropriation is \$2,000,000 in each fiscal year for the Kentucky Adult Learner Program.
 2 The purpose of the program is to provide adults 18 years of age or older who have not
 3 graduated high school the opportunity to earn a high school diploma. The Education and
 4 Labor Cabinet (ELC) and the Kentucky Department of Education shall authorize a single
 5 eligible entity to operate the program for not more than 350 adult learners. The eligible
 6 entity shall be a Kentucky-based non-profit organization, agree to commit at least
 7 \$1,000,000 to the program, and staff the program with certified teachers teaching core
 8 academic subjects.

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

12 The Kentucky Board of Education and the ELC shall develop metrics that will
 13 appropriately assess the expected performance outcomes of the program.

14 **(6) Heuser Hearing Institute:** Included in the above General Fund appropriation
 15 is \$2,000,000 in each fiscal year for the Heuser Hearing Institute to develop a program to
 16 close the education and achievement gaps for deaf and hard-of-hearing individuals.

17 **2. PROPRIETARY EDUCATION**

18		2026-27	2027-28
19	Restricted Funds	542,300	547,300

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

21		2026-27	2027-28
22	General Fund	992,900	1,018,100
23	Restricted Funds	1,331,900	1,334,500
24	TOTAL	2,324,800	2,352,600

25 **4. KENTUCKY EDUCATIONAL TELEVISION**

26		2026-27	2027-28
27	General Fund	17,425,000	17,771,600

1	Restricted Funds	2,037,000	2,037,000
2	TOTAL	19,462,000	19,808,600

3 **5. ENVIRONMENTAL EDUCATION COUNCIL**

4		2026-27	2027-28
5	Restricted Funds	536,300	543,200
6	Federal Funds	429,800	429,800
7	TOTAL	966,100	973,000

8 **(1) Environmental Education Council:** Notwithstanding KRS 224.43-
9 505(2)(b), the Council may use interest received to support the operations of the Council.

10 **6. LIBRARIES AND ARCHIVES**

11 **a. General Operations**

12		2026-27	2027-28
13	General Fund	5,739,400	6,372,600
14	Restricted Funds	2,993,700	2,483,800
15	Federal Funds	3,029,100	3,061,800
16	TOTAL	11,762,200	11,918,200

17 **b. Direct Local Aid**

18		2026-27	2027-28
19	General Fund	5,554,700	5,554,700
20	Restricted Funds	1,046,900	1,046,900
21	TOTAL	6,601,600	6,601,600

22 **(1) Public Libraries Facilities Construction:** Included in the above General
23 Fund appropriation is \$3,054,700 in each fiscal year for the Public Libraries Facilities
24 Construction Fund.

25 **(2) Dolly Parton's Imagination Library:** Included in the above General Fund
26 appropriation is \$2,500,000 in each fiscal year for the Imagination Library of Kentucky
27 Program.

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

3 **TOTAL - LIBRARIES AND ARCHIVES**

4		2026-27	2027-28
5	General Fund	11,294,100	11,927,300
6	Restricted Funds	4,040,600	3,530,700
7	Federal Funds	3,029,100	3,061,800
8	TOTAL	18,363,800	18,519,800

9 **7. WORKFORCE DEVELOPMENT**

10		2026-27	2027-28
11	General Fund	41,953,900	42,036,800
12	Restricted Funds	12,767,500	12,866,800
13	Federal Funds	479,094,700	480,563,100
14	TOTAL	533,816,100	535,466,700

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

20 **(2) Sale of Properties:** Notwithstanding KRS 45A.045(4), the Finance and
 21 Administration Cabinet may sell, trade, or otherwise dispose of properties used by the
 22 Education and Labor Cabinet at a selling price that is below the appraised value.
 23 Notwithstanding KRS 45.777, up to \$1,465,712 of proceeds from the disposal of the
 24 above-mentioned properties shall be used to reduce the Wagner-Peyser deficit.

25 **8. WORKPLACE STANDARDS**

26		2026-27	2027-28
27	General Fund	1,677,500	1,713,600

1	Restricted Funds	8,740,800	8,890,500
2	Federal Funds	4,181,500	4,273,000
3	TOTAL	14,599,800	14,877,100
4	9. WORKERS' CLAIMS		
5		2026-27	2027-28
6	Restricted Funds	62,584,400	62,967,500
7	10. OCCUPATIONAL SAFETY AND HEALTH REVIEW COMMISSION		
8		2026-27	2027-28
9	Restricted Funds	807,800	819,300
10	11. WORKERS' COMPENSATION FUNDING COMMISSION		
11		2026-27	2027-28
12	Restricted Funds	88,372,400	89,074,400
13	12. WORKERS' COMPENSATION NOMINATING COMMITTEE		
14		2026-27	2027-2/8
15	Restricted Funds	1,100	1,100
16	13. DISABILITY DETERMINATIONS		
17	Restricted Funds	848,600	858,100
18	Federal Funds	66,308,700	67,256,300
19	TOTAL	67,157,300	68,114,400
20	TOTAL – EDUCATION AND LABOR CABINET		
21		2026-27	2027-28
22	General Fund (Tobacco)	1,200,000	1,200,000
23	General Fund	87,279,400	88,485,900
24	Restricted Funds	206,243,700	207,476,300
25	Federal Funds	558,674,200	561,248,600
26	TOTAL	853,397,300	858,410,800
27	E. ENERGY AND ENVIRONMENT CABINET		

1 **Budget Units**

2 **1. SECRETARY**

3		2026-27	2027-28
4	General Fund	4,232,600	4,323,700
5	Restricted Funds	4,951,600	4,981,900
6	Federal Funds	1,276,900	1,306,900
7	TOTAL	10,461,100	10,612,500

8 **2. ADMINISTRATIVE SERVICES**

9		2026-27	2027-28
10	General Fund	5,970,800	6,115,500
11	Restricted Funds	6,351,700	6,507,600
12	Federal Funds	3,676,700	3,733,300
13	TOTAL	15,999,200	16,356,400

14 **3. ENVIRONMENTAL PROTECTION**

15		2026-27	2027-28
16	General Fund	28,668,700	29,724,600
17	Restricted Funds	87,423,100	87,735,300
18	Federal Funds	39,210,000	39,766,600
19	TOTAL	155,301,800	157,226,500

20 **4. NATURAL RESOURCES**

21		2026-27	2027-28
22	General Fund (Tobacco)	3,000,000	3,000,000
23	General Fund	39,018,500	40,467,100
24	Restricted Funds	24,371,900	24,212,300
25	Federal Funds	175,635,400	176,186,800
26	TOTAL	242,025,800	243,866,200

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

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

(2) Environmental Stewardship Program: Included in the above General Fund (Tobacco) appropriation is \$2,000,000 in each fiscal year for the Environmental Stewardship Program.

(3) Conservation District Local Aid: Included in the above General Fund (Tobacco) appropriation is \$1,000,000 in each fiscal year for the Division of Conservation to provide direct aid to local conservation districts.

5. ENERGY POLICY

	2026-27	2027-28
General Fund	1,571,800	1,579,300
Restricted Funds	621,300	621,500
Federal Funds	62,539,100	62,553,800
TOTAL	64,732,200	64,754,600

6. KENTUCKY NATURE PRESERVES

	2026-27	2027-28
General Fund	1,634,400	1,667,800
Restricted Funds	2,654,800	2,680,300
Federal Funds	275,100	278,200
TOTAL	4,564,300	4,626,300

1 **7. PUBLIC SERVICE COMMISSION**

2		2026-27	2027-28
3	General Fund	13,728,600	13,992,500
4	Restricted Funds	3,040,300	3,041,900
5	Federal Funds	1,085,400	1,097,000
6	TOTAL	17,854,300	18,131,400

7 **TOTAL – ENERGY AND ENVIRONMENT CABINET**

8		2026-27	2027-28
9	General Fund (Tobacco)	3,000,000	3,000,000
10	General Fund	94,825,400	97,870,500
11	Restricted Funds	129,414,700	129,780,800
12	Federal Funds	283,698,600	284,922,600
13	TOTAL	510,938,700	515,573,900

14 **F. FINANCE AND ADMINISTRATION CABINET**

15 **Budget Units**

16 **1. GENERAL ADMINISTRATION**

17		2026-27	2027-28
18	General Fund	4,645,500	8,051,500
19	Restricted Funds	46,610,400	43,823,700
20	TOTAL	51,255,900	51,875,200

21 **2. CONTROLLER**

22		2026-27	2027-28
23	General Fund	4,272,200	5,653,700
24	Restricted Funds	21,101,900	20,003,800
25	TOTAL	25,374,100	25,657,500

26 **(1) Social Security Contingent Liability Fund:** Any expenditures that may be
 27 required by KRS 61.470 are hereby deemed necessary government expenses and shall be

paid first from the General Fund Surplus Account (KRS 48.700), if available, or from any available balance in the Budget Reserve Trust Fund Account (KRS 48.705), subject to the conditions and procedures provided in this Act.

(2) Controller Operations: Notwithstanding KRS 61.470, included in the above Restricted Funds appropriations is \$560,000 in fiscal year 2026-2027 and \$140,000 in fiscal year 2027-2028 to support the operations of the Office of the Controller.

3. DEBT SERVICE

	2026-27	2027-28
General Fund (Tobacco)	14,100,200	13,880,800
General Fund	608,316,400	834,836,400
TOTAL	622,416,600	848,717,200

(1) Kentucky State Police Two-Way Radio Debt Service: Pursuant to KRS 150.021(2), the Department of Fish and Wildlife Resources shall transfer \$599,000 in fiscal year 2026-2027 and \$599,200 in fiscal year 2027-2028 to the Finance and Administration Cabinet to partially support debt service on the Kentucky State Police Two-Way Radio System project.

(2) Use of Restricted Funds for Debt Service: Notwithstanding KRS 218B.080(3), \$12,000,000 in each fiscal year; notwithstanding KRS 286.1-485(3), \$9,000,000 in each fiscal year; notwithstanding KRS 42.4582, \$6,500,000 in each fiscal year; notwithstanding KRS 243.025(3), \$6,000,000 in each fiscal year; and notwithstanding KRS 14.140, \$5,000,000 in each fiscal year, are hereby transferred to the Debt Service Fund to be used to pay debt service on General Fund supported bonds previously issued by the Commonwealth.

(3) Debt Service: Included in the above General Fund appropriation is \$54,595,000 in fiscal year 2026-2027 and \$122,418,000 in fiscal year 2027-2028 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this act.

1 **(4) Carry Forward of General Fund Appropriation Balance:** Notwithstanding
 2 KRS 45.229 and 48.720, General Fund in the amount of \$18,500,000 in fiscal year 2025-
 3 2026 shall not lapse and shall carry forward into fiscal year 2026-2027.

4 **4. FACILITIES AND SUPPORT SERVICES**

	2026-27	2027-28
6 General Fund	9,157,900	9,339,600
7 Restricted Funds	59,857,700	60,973,000
8 TOTAL	69,015,600	70,312,600

9 **5. COUNTY COSTS**

	2026-27	2027-28
11 General Fund	29,243,500	29,243,500
12 Restricted Funds	1,702,500	1,702,500
13 TOTAL	30,946,000	30,946,000

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

19 **(2) Reimbursement to Sheriffs' Offices for Court Security Services:**
 20 Notwithstanding KRS 64.092(6), the sheriff or other law enforcement officer serving a
 21 Circuit or District Court shall be compensated at the rate of \$15 per hour of service.

22 **6. COMMONWEALTH OFFICE OF TECHNOLOGY**

	2026-27	2027-28
24 Restricted Funds	145,221,300	147,033,500
25 Federal Funds	1,716,600	1,716,600
26 TOTAL	146,937,900	148,750,100

27 **(1) Computer Services Fund Receipts:** The Secretary of the Finance and

Administration Cabinet shall provide a listing of fee receipts from the Executive, Judicial, and Legislative Branches of government itemized by appropriation units, cost allocation methodology, and a report detailing the rebate of excess fee receipts to the agencies to the Interim Joint Committee on Appropriations and Revenue by August 1 of each fiscal year.

7. REVENUE

	2026-27	2027-28
General Fund (Tobacco)	250,000	250,000
General Fund	119,523,000	121,576,600
Restricted Funds	12,448,900	12,448,900
Federal Funds	50,000	50,000
TOTAL	132,271,900	134,325,500

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

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

8. PROPERTY VALUATION ADMINISTRATORS

	2026-27	2027-28
General Fund	65,542,000	67,216,000
Restricted Funds	4,786,800	4,786,800
TOTAL	70,328,800	72,002,800

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

(2) Salary Increment: Notwithstanding KRS 132.590(3)(b) and in lieu of

providing an annual CPI increase and January 1 effective date, the salary increment provided on the base salary or wages of each property valuation administrator shall be the same amount and shall be effective on the same date that is provided for eligible state employees in Part IV of this Act. The placement and advancement on the proper step of the salary schedule for property valuation administrators as set forth in KRS 132.590(2) shall continue to apply.

TOTAL - FINANCE AND ADMINISTRATION CABINET

	2026-27	2027-28
General Fund (Tobacco)	14,350,200	14,130,800
General Fund	840,700,500	1,075,917,300
Restricted Funds	291,729,500	290,772,200
Federal Funds	1,766,600	1,766,600
TOTAL	1,148,546,800	1,382,586,900

G. HEALTH AND FAMILY SERVICES CABINET

Budget Units

1. GENERAL ADMINISTRATION AND PROGRAM SUPPORT

	2026-27	2027-28
General Fund	13,851,500	14,043,900
Restricted Funds	78,685,800	79,874,900
Federal Funds	68,448,600	69,010,700
TOTAL	160,985,900	162,929,500

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

(2) Special Olympics: Included in the above General Fund appropriation is \$150,000 in each fiscal year to support the operations of Special Olympics Kentucky.

2. MEDICAID SERVICES

a. Medicaid Administration

	2026-27	2027-28
General Fund	82,956,700	76,443,600
Restricted Funds	35,516,200	35,133,700
Federal Funds	241,290,600	224,326,100
TOTAL	359,763,500	335,903,400

(1) Transfer of Excess Administrative Funds for Medicaid Benefits: If any portion of the above General Fund appropriation in either fiscal year is deemed to be in excess of the necessary expenses for administration of the Department, the amount may be used for Medicaid Benefits in accordance with statutes governing the functions and activities of the Department for Medicaid Services.

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

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

1 request.

2 **(3) H.R. 1 Immediate Needs:** Included in the above General Fund appropriation
 3 is \$8,137,900 in fiscal year 2026-2027 and \$1,532,900 in fiscal year 2027-2028 for
 4 immediate needs due to the passage of House Resolution 1 of the 119th Congress.
 5 Notwithstanding KRS 45.229, the General Fund appropriation balance for H.R. 1
 6 Immediate Needs for fiscal year 2026-2027 shall not lapse and carry forward.

7 **b. Medicaid Benefits**

8		2025-26	2026-27	2027-28
9	General Fund	-0-	2,707,534,600	3,430,313,300
10	Restricted Funds	55,983,800	2,502,012,600	2,088,385,200
11	Federal Funds	-0-	16,980,087,400	18,073,444,600
12	TOTAL	55,983,800	22,189,634,600	23,592,143,100

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

21 **(2) Intergovernmental Transfers (IGTs):** Any funds received through an
 22 Intergovernmental Transfer (IGT) agreement between the Department for Medicaid
 23 Services and other governmental entities, in accordance with a federally approved State
 24 Plan amendment, shall be used to provide for the health and welfare of the citizens of the
 25 Commonwealth through the provision of Medicaid Benefits. Revenues from IGTs are
 26 contingent upon agreement by the parties, including but not limited to the Cabinet for
 27 Health and Family Services, Department for Medicaid Services, and the appropriate

1 providers. The Secretary of the Cabinet for Health and Family Services shall make the
2 appropriate interim appropriations increase requests pursuant to KRS 48.630.

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

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

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

20 **(6) Hospital Indigent Patient Billing:** Hospitals shall not bill patients for
21 services if the services have been reported to the Cabinet and the hospital has received
22 disproportionate share payments for the specific services.

23 **(7) Provider Tax Information:** Any provider who posts a sign or includes
24 information on customer receipts or any material distributed for public consumption
25 indicating that it has paid provider tax shall also post, in the same size typeset as the
26 provider tax information, the amount of payment received from the Department for
27 Medicaid Services during the same period the provider tax was paid. Providers who fail

1 to meet this requirement shall be excluded from the Disproportionate Share Hospital and
 2 Medicaid Programs. The Cabinet for Health and Family Services shall include this
 3 provision in facilities' annual licensure inspections.

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

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

23 No later than 60 days after the end of a quarter, each Medicaid managed care
 24 company operating within the Commonwealth shall prepare and submit to the
 25 Department for Medicaid Services sufficient information to allow the department to meet
 26 the following requirements 90 days after the end of the quarter. The Department shall
 27 forward to the Legislative Research Commission Budget Review Office a quarterly

1 report detailing monthly actual expenditures by service category, monthly eligibles, and
2 average monthly cost per eligible for Medicaid and the Kentucky Children's Health
3 Insurance Program (KCHIP) along with current trailing 12-month averages for each of
4 these figures. The report shall also provide actual figures for other categories such as
5 pharmacy rebates and reinsurance. Finally, the Department shall include in this report the
6 most recent information or report available regarding the amount withheld to meet
7 Department of Insurance reserve requirements, and any distribution of moneys received
8 or retained in excess of these reserve requirements.

9 **(10) Critical Access Hospitals:** Beginning with the effective date of this Act
10 through June 30, 2028, no acute care hospital shall convert to a critical access hospital
11 unless the hospital has either received funding for a feasibility study from the Kentucky
12 State Office of Rural Health or filed a written request by January 1, 2026, with the
13 Kentucky State Office of Rural Health requesting funding for conducting a feasibility
14 study.

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

25 **(12) Supports for Community Living Waiver Program Rates:** If the Supports
26 for Community Living Waiver Program experiences a material change in funding based
27 upon a new or amended waiver that is approved by the Centers for Medicare and

1 Medicaid Services, the Department for Medicaid Services may adjust the upper payment
2 limit amount for a Supports for Community Living Waiver Program service as long as
3 the upper payment limit for each service is not less than the upper payment limit in effect
4 on January 1, 2020.

5 **(13) Use of Restricted Funds:** Notwithstanding KRS 304.2-400(2), included in
6 the above Restricted Funds appropriation is \$350,000,000 in fiscal year 2026-2027 to
7 support the Medicaid Benefits program.

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

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

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

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

26 (d) The average reimbursement by drug ingredient cost, dispensing fee, or any
27 other fee paid by the state pharmacy benefit manager to pharmacies licensed in Kentucky

1 which operate 10 locations, 10 or fewer locations, or 10 or more locations; and

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

16 **(15) Michelle P. Waiver Slots:** Included in the above appropriation is \$7,766,200
 17 in General Fund appropriation and \$19,533,800 in Federal Funds in each fiscal year to
 18 support 500 additional slots.

19 **(16) Supports for community Living Waiver Slots:** Included in the above
 20 appropriation is \$8,143,100 in General Fund appropriation and \$20,481,900 in Federal
 21 Funds in each fiscal year to support 250 additional slots.

22 **(17) Home and Community Based Waiver Slots:** Included in the above
 23 appropriation is \$5,789,100 in General Fund appropriation and \$14,560,800 in Federal
 24 Funds in each fiscal year to support 500 additional slots.

25 **TOTAL - MEDICAID SERVICES**

26		2025-26	2026-27	2027-28
27	General Fund	-0-	2,790,491,300	3,506,756,900

1	Restricted Funds	55,983,800	2,537,528,800	2,123,518,900
2	Federal Funds	-0-	17,221,378,000	18,297,770,700
3	TOTAL	55,983,800	22,549,398,100	23,928,046,500

4 **3. BEHAVIORAL HEALTH, DEVELOPMENTAL AND INTELLECTUAL**
5 **DISABILITIES**

6		2026-27	2027-28
7	General Fund (Tobacco)	1,258,900	249,300
8	General Fund	202,555,100	203,500,200
9	Restricted Funds	268,103,900	269,350,900
10	Federal Funds	98,751,200	98,921,400
11	TOTAL	570,669,100	572,021,800

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

21 **(2) Lease Payments for Eastern State Hospital:** Included in the above General
22 Fund appropriation is \$9,807,300 in fiscal year 2026-2027 and \$9,808,000 in fiscal year
23 2027-2028 to make lease payments to the Lexington-Fayette Urban County Government
24 to retire its debt for the construction of the new facility.

25 **(3) Tobacco Settlement Funds:** Included in the above General Fund (Tobacco)
26 appropriation is \$1,258,900 in fiscal year 2026-2027 and \$249,300 in fiscal year 2027-
27 2028 for substance abuse prevention and treatment for pregnant women with a history of

substance abuse problems. Included in the above Restricted Funds appropriation is \$1,050,700 in fiscal year 2027-2028 from interest income from the Early Childhood Development Fund for substance abuse prevention and treatment for pregnant women with a history of substance abuse problems.

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

(5) Appalachian Regional Hospital: Included in the above General Fund appropriation is \$14,600,000 in each fiscal year to support contracted inpatient psychiatric services provided within Hospital District IV under KRS 210.300. The Secretary of the Cabinet for Health and Family Services shall provide a report on total expenditures by fund source and program area for fiscal year 2026-2027 and estimated funding required for a continuation of services in fiscal year 2027-2028 to the Interim Joint Committees on Health Services and Appropriations and Revenue by September 1, 2027.

4. PUBLIC HEALTH

	2026-27	2027-28
General Fund (Tobacco)	10,691,000	9,880,000
General Fund	98,735,100	100,208,200
Restricted Funds	148,707,500	151,838,100
Federal Funds	510,150,900	499,317,300
TOTAL	768,284,500	761,243,600

(1) Tobacco Settlement Funds: Included in the above General Fund (Tobacco) appropriation is \$5,980,000 in each fiscal year for the Health Access Nurturing Development Services (HANDS) Program, \$700,000 in each fiscal year for the Healthy Start initiatives, \$700,000 in each fiscal year for Early Childhood Mental Health, \$700,000 in fiscal year 2026-2027 for Early Childhood Oral Health, \$500,000 in each

1 fiscal year for the Lung Cancer Screening Program, and \$2,111,000 in fiscal year 2026-
2 2027 and \$2,000,000 in fiscal year 2027-2028 for Smoking Cessation. Included in the
3 above Restricted Funds appropriation is \$700,000 in fiscal year 2027-2028 from interest
4 income from the Kentucky Healthcare Improvement Fund for Early Childhood Oral
5 Health.

6 **(2) Local and District Health Department Fees:** Local and district health
7 departments shall retain 90 percent of the fees collected for delivering foundational
8 public health program services to fund the costs of operations, services, and the employer
9 contributions for the Kentucky Employees Retirement System.

10 **(3) Kentucky Poison Control Center:** Included in the above General Fund
11 appropriation is \$750,000 in each fiscal year for the Kentucky Poison Control Center.

12 **(4) Kentucky Colon Cancer Screening Program:** Included in the above
13 General Fund appropriation is \$500,000 in each fiscal year to support the Kentucky
14 Colon Cancer Screening Program.

15 **(5) Kentucky Pediatric Cancer Research Trust Fund:** Included in the above
16 General Fund appropriation is \$7,500,000 in each fiscal year to the Kentucky Pediatric
17 Cancer Research Trust Fund for general pediatric cancer research and support of
18 expansion of clinical trials at the University of Kentucky and the University of Louisville.

19 **(6) Public Health Transformation:** Included in the above General Fund
20 appropriation is \$24,982,500 in each fiscal year to support the costs of workforce and
21 operations for the local health departments.

22 **(7) Nursing Student Loan Forgiveness:** Included in the above General Fund
23 appropriation is \$12,500,000 in each fiscal year for a nursing student loan forgiveness
24 program.

25 **(8) Rural Health Transformation Fund:** Included in the above Federal Funds
26 appropriation is \$212,905,600 in each fiscal year from the Rural Health Transformation
27 Fund.

5. FAMILY RESOURCE CENTERS AND VOLUNTEER SERVICES

	2026-27	2027-28
General Fund	26,512,200	26,555,700
Federal Funds	12,568,000	12,577,800
TOTAL	39,080,200	39,133,500

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

6. COMMUNITY BASED SERVICES

	2026-27	2027-28
General Fund (Tobacco)	11,500,000	11,500,000
General Fund	779,735,600	805,672,000
Restricted Funds	170,997,300	171,270,600
Federal Funds	934,453,100	921,840,800
TOTAL	1,896,686,000	1,910,283,400

(1) Tobacco Settlement Funds: Included in the above General Fund (Tobacco) appropriation is \$9,500,000 in each fiscal year for the Early Childhood Development Program and \$2,000,000 in each fiscal year for the Early Childhood Adoption and Foster Care Supports Program.

(2) Fostering Success: Included in the above General Fund appropriation is \$500,000 in each fiscal year to support the Fostering Success Program.

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

(4) Seven Counties Services - Family Recovery Court: Included in the above General Fund appropriation is \$375,000 in each fiscal year to support the operations of the Seven Counties Services through the Jefferson County Family Recovery Court to

1 assist families involved with the child welfare system.

2 **(5) Maryhurst:** Included in the above General Fund appropriation is \$575,000 in
3 each fiscal year to provide a reimbursement rate increase for children in the 5 Specialized
4 Programs.

5 **(6) Volunteers of America - Family Recovery Court:** Included in the above
6 General Fund appropriation is \$500,000 in each fiscal year to support the operations of
7 the Volunteers of America - Family Recovery Court.

8 **(7) Supplemental Nutrition Assistance Program (SNAP) Payment Error**
9 **Rate:** Any federally required state share of Supplemental Nutrition Assistance Program
10 benefits resulting from a payment error rate that is higher than six percent shall be
11 deemed necessary government expenses and shall be paid from the General Fund Surplus
12 Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705).

13 **(8) Relative and Fictive Kin:** Included in the above General Fund appropriation
14 is \$14,600,000 in each fiscal year to fully implement 2024 Regular Session SB 151 as
15 codified at KRS 620.142.

16 **(9) Domestic Violence Programs:** Included in the above General Fund
17 appropriation is an additional \$2,000,000 in each fiscal year for ZeroV's domestic
18 violence shelter programs.

19 **7. AGING AND INDEPENDENT LIVING**

20		2026-27	2027-28
21	General Fund	58,026,100	58,202,400
22	Restricted Funds	4,122,300	4,122,300
23	Federal Funds	38,575,700	38,625,600
24	TOTAL	100,724,100	100,950,300

25 **(1) Local Match Requirements:** Notwithstanding KRS 205.460, entities
26 contracting with the Cabinet for Health and Family Services to provide essential services
27 under KRS 205.455 and 205.460 shall provide local match equal to or greater than the

amount in effect during fiscal year 2021-2022. Local match may include any combination of materials, commodities, transportation, office space, personal services, or other types of facility services or funds. The Secretary of the Cabinet for Health and Family Services shall prescribe the procedures to certify the local match compliance.

(2) Senior Meals: Included in the above General Fund appropriation is \$19,100,000 in each fiscal year to provide meals to senior citizens with the goal of no wait list.

TOTAL - HEALTH AND FAMILY SERVICES CABINET

	2025-26	2026-27	2027-28
General Fund (Tobacco)	-0-	23,449,900	21,629,300
General Fund	-0-	3,969,906,900	4,714,939,300
Restricted Funds	55,983,800	3,208,145,600	2,799,975,700
Federal Funds	-0-	18,884,325,500	19,938,064,300
TOTAL	55,983,800	26,085,827,900	27,474,608,600

H. JUSTICE AND PUBLIC SAFETY CABINET

Budget Units

1. JUSTICE ADMINISTRATION

	2026-27	2027-28
General Fund (Tobacco)	3,250,000	3,250,000
General Fund	44,411,500	46,450,600
Restricted Funds	3,309,100	3,122,300
Federal Funds	34,895,200	34,883,700
TOTAL	85,865,800	87,706,600

(1) Operation UNITE: (a) Included in the above General Fund appropriation is \$1,500,000 in each fiscal year for the Operation UNITE Program.

(b) For the periods ending June 30, 2026, and June 30, 2027, the Secretary of the Justice and Public Safety Cabinet, in coordination with the Chief Executive Officer of

1 Operation UNITE, shall prepare reports detailing for what purpose and function the funds
2 were utilized. The reports shall be submitted to the Interim Joint Committee on
3 Appropriations and Revenue by September 1 of each fiscal year.

4 **(2) Office of Drug Control Policy:** Included in the above General Fund
5 (Tobacco) appropriation is \$3,000,000 in each fiscal year for the Office of Drug Control
6 Policy.

7 **(3) Access to Justice:** Included in the above General Fund appropriation is
8 \$500,000 in each fiscal year to support the Access to Justice Program.

9 **(4) Court Appointed Special Advocate Funding:** (a) Included in the above
10 General Fund appropriation is \$3,000,000 in each fiscal year for grants to support Court
11 Appointed Special Advocate (CASA) funding programs.

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

14 **(5) Restorative Justice:** Included in the above General Fund (Tobacco)
15 appropriation is \$250,000 in each fiscal year to support the Restorative Justice Program
16 administered by the Volunteers of America.

17 **(6) Volunteers of America - Freedom House:** Included in the above General
18 Fund appropriation is \$1,000,000 in each fiscal year to support the Freedom House
19 administered by Volunteers of America.

20 **(7) Lincoln County Family Recovery Court:** Included in the above General
21 Fund appropriation is \$250,000 in each fiscal year to support the Lincoln County Family
22 Recovery Court to assist families involved with child welfare system.

23 **(8) Child Fatality and Near Fatality Review Panel:** Included in the above
24 General Fund appropriation is \$588,500 fiscal year 2026-2027 and \$596,300 in fiscal
25 year 2027-2028 to support the operations of the Child Fatality and Near Fatality External
26 Review Panel.

27 **(9) Northern Kentucky Regional Medical Examiners Office:** Notwithstanding

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

2. CRIMINAL JUSTICE TRAINING

	2026-27	2027-28
Restricted Funds	141,105,000	169,676,200

(1) Kentucky Law Enforcement Foundation Program Fund: Included in the above Restricted Funds appropriation is \$133,328,400 in fiscal year 2026-2027 and \$161,936,300 in fiscal year 2027-2028 for the Kentucky Law Enforcement Foundation Program Fund.

(2) Training Incentive Payments: Notwithstanding KRS 15.460(1), included in the above Restricted Funds appropriation is \$4,562 in each fiscal year for each participant for training incentive payments. KRS 15.460(1)(b) to (f) shall remain applicable, except that the administrative expense reimbursement cap under KRS 15.460(1)(c)(3) shall not exceed \$1,000,000.

(3) Part-Time Officer Training Incentive Payments: Notwithstanding KRS 15.420(2)(a)1.a. and KRS 15.460(1)(a), included in the above Restricted Funds appropriation is funding for a proportional amount in each fiscal year based upon the number of hours worked not to exceed \$2,281 for each certified part-time participant for training incentive payments. Notwithstanding KRS 15.460(1)(c), each unit of government shall receive an administrative expense reimbursement in an amount equal to seven and sixty-five one-hundredths percent of the proportional amount.

3. JUVENILE JUSTICE

	2026-27	2027-28
General Fund	172,164,700	181,655,000
Restricted Funds	14,725,200	13,849,400
Federal Funds	10,951,700	10,951,700

1	TOTAL	197,841,600	206,456,100
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2 **(1) Owensboro Property:** Notwithstanding 2017 Ky. Acts ch. 130, \$1,036,000
3 shall be used in fiscal year 2026-2027 to support the operations of the Department of
4 Juvenile Justice.

5 **4. STATE POLICE**

6		2026-27	2027-28
7	General Fund	244,370,800	252,765,600
8	Restricted Funds	49,763,600	34,554,600
9	Federal Funds	23,274,500	23,216,300
10	Road Fund	55,570,300	57,914,800
11	TOTAL	372,979,200	368,451,300

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

(2) **Restricted Funds Uses:** Notwithstanding KRS 281A.150(5), 24A.179, 42.320(2)(h), 65.7631, 189A.050(3)(a), 237.110(18), and 281A.160(2)(b), funds are included in the above Restricted Funds appropriation to maintain the operations and administration of the Kentucky State Police.

23 **(3) Training Incentive Payments:** Notwithstanding KRS 15.460(1), included in
24 the above Restricted Funds appropriation is \$4,562 in each fiscal year for each participant
25 for training incentive payments.

26 **(4) Support for Statewide Law Enforcement Purposes:** Notwithstanding KRS
27 15.470, included in the above Restricted Funds appropriation is \$15,460,000 in fiscal

year 2026-2027 for the acquisition of mobile data terminals and replacement vehicles.

(5) Bill for Security Services: Notwithstanding any statute to the contrary, the Department of Kentucky State Police shall bill and accept payment from nonstate-operated event sponsors for security services provided by the Department.

5. CORRECTIONS

a. Corrections Management

	2026-27	2027-28
General Fund	19,072,500	19,765,600
Restricted Funds	281,300	150,000
Federal Funds	100,000	304,300
TOTAL	19,453,800	20,219,900

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

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

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

b. Adult Correctional Institutions

	2026-27	2027-28
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1	General Fund	470,739,400	482,498,600
2	Restricted Funds	22,069,100	17,470,900
3	Federal Funds	30,000	30,000
4	TOTAL	492,838,500	499,999,500

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

9 **(2) Operational Costs for Inmate Population:** In the event that actual
10 operational costs exceed the amounts appropriated to support the budgeted average daily
11 population of state felons for each fiscal year, the additional payments shall be deemed
12 necessary government expenses and shall be paid from the General Fund Surplus
13 Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705), subject
14 to notification as to necessity and amount by the State Budget Director who shall report
15 any certified expenditure to the Interim Joint Committee on Appropriations and Revenue.

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

17		2026-27	2027-28
18	General Fund	230,853,100	230,135,500
19	Restricted Funds	16,162,800	15,083,800
20	Federal Funds	874,200	874,200
21	TOTAL	247,890,100	246,093,500

22 **(1) Excess Local Jail Per Diem Costs:** In the event that actual local jail per diem
23 payments exceed the amounts appropriated to support the budgeted average daily
24 population of state felons in county jails for each fiscal year, the payments shall be
25 deemed necessary government expenses and may be paid from the General Fund Surplus
26 Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705), subject
27 to notification as to necessity and amount by the State Budget Director who shall report

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

2 **(2) Local Jails Funding:** Notwithstanding KRS 441.605 to 441.695, funds in the
3 amount of \$8,847,300 in fiscal year 2026-2027 and \$7,742,200 in fiscal year 2027-2028
4 shall be expended from the Kentucky Local Correctional Facilities Construction
5 Authority for local correctional facility and operational support.

6 **(3) Calculating Avoided Costs Relating to Legislative Action:**
7 Notwithstanding KRS 196.288(5)(a), \$4,126,500 has been determined to meet the intent
8 of the statute for the amount of avoided costs to be provided to the Local Corrections
9 Assistance Fund. The actions implemented pursuant to the implementation of 2011 Ky.
10 Acts ch. 2 now are no longer able to be calculated validly due to the length of time they
11 have been embedded in the criminal justice system.

12 **(4) Substance Abuse, Mental Health, and Reentry Service Centers:** (a)
13 Notwithstanding any statute to the contrary, for each fiscal year, the Department of
14 Corrections shall pay each contracted provider of substance abuse, mental health, and
15 reentry centers a minimum of 65 percent of the contracted beds monthly. Any contracted,
16 but unfilled contracted beds as of the effective date of this Act may, at the discretion of
17 the provider, be terminated.

18 (b) Each contracted provider, as provided for in paragraph (a) of this subsection,
19 shall report 100 percent of their occupancy to the Department of Corrections. The report
20 shall detail the total number of beds, the number of beds available, the type of individual
21 occupying bed space, and shall be submitted in a method and at a frequency established
22 by the Department's discretion.

23 **(5) Program Completion and Sentence Credit Payments:** Notwithstanding
24 KRS 197.045(6), payments for program completions resulting in sentencing credit shall
25 not expire and shall continue through the 2026-2028 fiscal biennium. Included in the
26 above General Fund appropriation is \$12,000,000 in each fiscal year to support payments
27 for program completions resulting in sentencing credit as prescribed in KRS

197.045(6)(a), (b), and (c). The Department of Corrections shall prepare a report annually, including but not limited to the number of program completions, the cost of payments for each category of sentencing credit, and the programmatic impact on recidivism. The Department of Corrections shall submit this report to the Interim Joint Committee on Appropriations and Revenue by October 1 of each year.

d. Local Jail Support

	2026-27	2027-28
General Fund	16,284,900	16,284,900

(1) Local Corrections Assistance Fund Allocation: Notwithstanding KRS 196.288(5)(a), included in the above General Fund appropriation is \$4,126,500 in each fiscal year for the Local Corrections Assistance Fund. Moneys in the fund shall be distributed to the counties each year. Amounts distributed from the fund shall be used to support local correctional facilities and programs, including the transportation of prisoners, as follows:

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

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

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

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

TOTAL - CORRECTIONS

	2026-27	2027-28
General Fund	736,949,900	748,684,600
Restricted Funds	38,513,200	32,704,700
Federal Funds	1,004,200	1,208,500
TOTAL	776,467,300	782,597,800

6. PUBLIC ADVOCACY

	2026-27	2027-28
General Fund	93,413,300	95,240,300
Restricted Funds	4,565,100	4,622,700
Federal Funds	2,392,400	2,392,400
TOTAL	100,370,800	102,255,400

TOTAL - JUSTICE AND PUBLIC SAFETY CABINET

	2026-27	2027-28
General Fund (Tobacco)	3,250,000	3,250,000
General Fund	1,291,310,200	1,324,796,100
Restricted Funds	251,981,200	258,529,900
Federal Funds	72,518,000	72,652,600
Road Fund	55,570,300	57,914,800

1	TOTAL	1,674,629,700	1,717,143,400
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2 **I. PERSONNEL CABINET**

3 **Budget Units**

4 **1. GENERAL OPERATIONS**

5		2026-27	2027-28
6	Restricted Funds	34,492,600	34,938,700

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

8		2026-27	2027-28
9	Restricted Funds	8,397,000	8,439,200

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

11		2026-27	2027-28
12	Restricted Funds	24,381,900	24,399,100

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

14		2026-27	2027-28
15	General Fund	69,691,600	69,691,600

16 **(1) Quasi-State Agency Subsidy Distributions:** (a) Included in the above
 17 General Fund appropriation is \$332,100 in each fiscal year to maintain each Non-P1 state
 18 agency's fiscal year 2019-2020 baseline subsidy as adjusted and posted under the 2024
 19 Budget Bills tile on the Legislative Research Commission's website.

20 (b) Included in the above General Fund appropriation is \$18,882,100 in each
 21 fiscal year to maintain each Regional Mental Health Unit's fiscal year 2019-2020 baseline
 22 subsidy as adjusted and posted under the 2024 Budget Bills tile on the Legislative
 23 Research Commission's website.

24 (c) Included in the above General Fund appropriation is \$25,151,300 in each
 25 fiscal year to maintain each health department's fiscal year 2019-2020 baseline subsidy as
 26 adjusted and posted under the 2024 Budget Bills tile on the Legislative Research
 27 Commission's website.

(d) The distribution of the baseline subsidy to each employer classification identified in paragraphs (a), (b), and (c) of this subsection shall be distributed in the following manner: In July and January of each year, the Office of State Budget Director shall obtain the total creditable compensation reported by each employer to the Kentucky Public Pensions Authority and utilize that number to determine how much of each total appropriation shall be distributed to each employer within its own unique employer classification. Payments to each employer shall be made on September 1 and April 1 of each fiscal year.

(e) Notwithstanding KRS 61.5991(6)(b), included in the above General Fund appropriation is \$25,326,100 in each fiscal year to support each employer's share of the increase in retirement costs over each employer's fiscal year 2019-2020 baseline contribution as adjusted and posted under the 2024 Budget Bills tile on the Legislative Research Commission's website.

(2) Notwithstanding KRS 61.565(1)(d)1.d., the initial dollar amounts for those individual participating employers who are local and district health departments governed by KRS Chapter 212, community mental health centers, and employers whose employees are not subject to KRS 18A.005 to 18A.200, who received or were eligible to receive a distribution of General Fund appropriations in the 2018-2020 State/Executive Branch Biennial Budget to assist in paying retirement costs under 2018 Ky. Acts ch. 169, Part I, G., 4., (5); 2018 Ky. Acts ch. 169, Part I, G., 5., (2); or 2018 Ky. Acts ch. 169, Part I, G., 9., (2), shall be adjusted for fiscal years 2026-2027 and 2027-2028 based on the actuarial valuation as of June 30, 2023.

TOTAL - PERSONNEL CABINET

	2026-27	2027-28
General Fund	69,691,600	69,691,600
Restricted Funds	67,271,500	67,777,000
TOTAL	136,963,100	137,468,600

J. POSTSECONDARY EDUCATION

Budget Units

1. COUNCIL ON POSTSECONDARY EDUCATION

	2026-27	2027-28
General Fund (Tobacco)	6,250,000	5,480,300
General Fund	13,981,800	17,613,100
Restricted Funds	11,709,700	9,025,900
Federal Funds	6,128,800	6,190,100
TOTAL	38,070,300	38,309,400

(1) **Interest Earnings Transfer from the Strategic Investment and Incentive Trust Fund Accounts:** Notwithstanding KRS 164.7911 to 164.7927, included in the above Restricted Funds appropriation is \$3,077,300 in fiscal year 2026-2027 from the interest earnings on the Research Challenge and Comprehensive University Excellence trust funds to support the operations of the Council on Postsecondary Education.

(2) **Cancer Research and Screening:** Included in the above General Fund (Tobacco) appropriation is \$6,250,000 in fiscal year 2026-2027 and \$5,480,300 in fiscal year 2027-2028 for cancer research and screening. Included in the above Restricted Funds appropriation is \$769,700 in fiscal year 2027-2028 from interest income from the Kentucky Health Care Improvement Fund. The appropriation in each fiscal year shall be equally shared between the University of Kentucky and the University of Louisville.

(3) **Ovarian Cancer Screening:** Included in the above General Fund appropriation is \$1,000,000 in each fiscal year for the Ovarian Cancer Screening Outreach Program at the University of Kentucky.

(4) **Redistribution of Resources:** Notwithstanding KRS 164.028 to 164.0282, no General Fund is provided for Professional Education Preparation.

(5) **Postsecondary Education Debt:** Notwithstanding KRS 45.750 to 45.810, in order to lower the cost of borrowing, any university that has issued or caused to be issued

debt obligations through a not-for-profit corporation or a municipality or county government for which the rental or use payments of the university substantially meet the debt service requirements of those debt obligations is authorized to refinance those debt obligations if the principal amount of the debt obligations is not increased and the rental payments of the university are not increased. Any funds used by a university to meet debt obligations issued by a university pursuant to this subsection shall be subject to interception of state-appropriated funds pursuant to KRS 164A.608.

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

(7) Spinal Cord and Head Injury Research: Included in the above General Fund appropriation is \$2,000,000 in each fiscal year for spinal cord and head injury research. In accordance with KRS 211.500 to 211.504, the appropriation in each fiscal year shall be shared between the University of Kentucky and the University of Louisville.

2. KENTUCKY HIGHER EDUCATION ASSISTANCE AUTHORITY

	2026-27	2027-28
General Fund	393,193,800	393,193,800
Restricted Funds	61,565,100	61,580,900
Federal Funds	86,000	86,000
TOTAL	454,844,900	454,860,700

(1) Use of Lottery Revenues: Notwithstanding KRS 154A.130(4), lottery revenues accruing to the General Fund are appropriated for the following student financial aid programs: College Access Program; Kentucky Tuition Grant Program; Kentucky Educational Excellence Scholarship Program; Kentucky National Guard Tuition Award Program; Teacher Scholarship Program; Innovative Scholarship Pilot

1 Project; Work Ready Kentucky Scholarship Program; and Dual Credit Scholarship
2 Program.

3 **(2) College Access Program:** Included in the above General Fund appropriation
4 is \$187,438,200 in each fiscal year for the College Access Program. Included in the
5 above Restricted Funds appropriation is \$12,269,100 in each fiscal year from previous
6 fiscal years' excess Lottery funds held in a trust and agency account. Notwithstanding
7 KRS 164.7891, \$1,100,000 in each fiscal year, and notwithstanding 11 KAR 7:010,
8 Section 8, \$450,000 in each fiscal year from Restricted Funds is hereby authorized to
9 support the College Access Program.

10 **(3) Kentucky Tuition Grant Program:** Included in the above General Fund
11 appropriation is \$37,881,600 in each fiscal year for the Kentucky Tuition Grant Program.

12 **(4) Kentucky National Guard Tuition Award Program:** Included in the above
13 General Fund appropriation is \$7,398,100 in each fiscal year for the Kentucky National
14 Guard Tuition Award Program.

15 **(5) Kentucky Educational Excellence Scholarships (KEES):** Included in the
16 above General Fund appropriation is \$90,556,600 in each fiscal year for the Kentucky
17 Educational Excellence Scholarships (KEES). Included in the above Restricted Funds
18 appropriation is \$12,300,000 in each fiscal year for KEES.

19 **(6) Work Ready Kentucky Scholarship Program:** Included in the above
20 General Fund appropriation is \$12,000,500 in each fiscal year for the Work Ready
21 Kentucky Scholarship Program.

22 **(7) Dual Credit Scholarship Program:** (a) Included in the above General
23 Fund appropriation is \$21,150,000 in each fiscal year for the Dual Credit Scholarship
24 Program. Included in the above Restricted Funds appropriation is \$6,290,100 in each
25 fiscal year from previous years' excess Lottery funds held in trust and agency account for
26 the Dual Credit Scholarship Program.

27 (b) Notwithstanding KRS 164.786(1)(f), the dual credit tuition rate ceiling shall

1 be one-half of the per credit hour tuition amount charged by the Kentucky Community
2 and Technical College System for in-state students. Notwithstanding KRS 164.786(4)(c),
3 eligible high school students may receive a dual credit scholarship for two career and
4 technical education dual credit courses per academic year and four general education dual
5 credit courses over the junior and senior years, up to a maximum of 12 approved dual
6 credit courses.

7 **(8) Veterinary Medicine Contract Spaces:** Included in the above General Fund
8 appropriation is \$5,800,400 in each fiscal year for the Veterinary Medicine Contract
9 Spaces program.

10 **(9) Optometry Scholarship Program:** Included in the above General Fund
11 appropriation is \$848,400 in each fiscal year for the Optometry Scholarship Program.

12 **(10) Redistribution of Resources:** Notwithstanding KRS 164.740 to 164.764,
13 164.7890(11)(c), 164.7891(11)(b), and 164.7894, no General Fund is provided for Coal
14 County Pharmacy Scholarship, Osteopathic Medicine Scholarships, Work Study, and
15 Coal County College Completion Scholarships

16 **(11) Teacher Scholarship Program:** Included in the above General Fund
17 appropriation is \$2,000,000 in each fiscal year for the Teacher Scholarship Program.
18 Included in the above Restricted Funds appropriation is \$1,015,000 in each fiscal year for
19 the Teacher Scholarship Program.

20 **(12) General Administration and Support:** Included in the above General Fund
21 appropriation is \$5,820,000 in each fiscal year to support general administration and
22 support services.

23 **(13) Student Teacher Stipend Program:** Included in the above General Fund
24 appropriation is \$7,300,000 in each fiscal year for the Student Teacher Stipend Program.

25 **(14) Teacher Recruitment Student Loan Forgiveness Pilot Program:** Included
26 in the above General Fund appropriation is \$10,000,000 in each fiscal year for the
27 Teacher Recruitment Student Loan Forgiveness Pilot Program.

(15) Innovative Scholarship Pilot Project: Included in the above General Fund appropriation is \$5,000,000 in each fiscal year for the Innovative Scholarship Pilot Project. The Kentucky Higher Education Assistance Authority shall work in coordination with the Council on Postsecondary Education to develop and implement the Innovative Scholarship pilot project.

3. EASTERN KENTUCKY UNIVERSITY

	2026-27	2027-28
General Fund	80,929,700	80,929,700
Restricted Funds	227,069,400	235,446,300
Federal Funds	135,500,000	135,500,000
TOTAL	443,499,100	451,876,000

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

- (a) \$4,571,900 in each fiscal year for the Model Laboratory School;
- (b) Notwithstanding KRS 61.5991(6)(b)1., \$5,345,800 in each fiscal year for the university's fixed allocation pension subsidy; and
- (c) \$2,423,200 in each fiscal year to support the Commonwealth's Property and Casualty Insurance Fund premium.

4. KENTUCKY STATE UNIVERSITY

	2026-27	2027-28
General Fund	30,198,500	30,198,500
Restricted Funds	68,862,300	77,848,400
Federal Funds	40,680,600	44,031,000
TOTAL	139,741,400	152,077,900

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

- (a) \$10,381,000 in each fiscal year to fund the state match payments required of

land-grant universities under federal law; and

(b) \$473,600 in each fiscal year to support the Commonwealth's Property and Casualty Insurance Fund premium.

5. MOREHEAD STATE UNIVERSITY

	2026-27	2027-28
General Fund	46,330,300	46,330,300
Restricted Funds	115,133,700	115,713,000
Federal Funds	47,176,400	47,176,400
TOTAL	208,640,400	209,219,700

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

(a) \$5,442,700 in each fiscal year for the Craft Academy for Excellence in Science and Mathematics;

(b) Notwithstanding KRS 61.5991(6)(b)1., \$2,947,800 in each fiscal year for the university's fixed allocation pension subsidy; and

(c) \$1,274,400 in each fiscal year to support the Commonwealth's Property and Casualty Insurance Fund premium.

6. MURRAY STATE UNIVERSITY

	2026-27	2027-28
General Fund	54,783,400	54,783,400
Restricted Funds	159,450,500	159,450,500
Federal Funds	26,494,600	26,494,600
TOTAL	240,728,500	240,728,500

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

(a) \$4,034,200 in each fiscal year for the Breathitt Veterinary Center;

(b) Notwithstanding KRS 61.5991(6)(b)1., \$1,800,000 in each fiscal for the

1 university's fixed allocation pension subsidy; and

2 (c) \$1,451,400 in each fiscal year to support the Commonwealth's Property and
3 Casualty Insurance Fund premium.

4 **7. NORTHERN KENTUCKY UNIVERSITY**

5		2026-27	2027-28
6	General Fund	67,527,000	67,527,000
7	Restricted Funds	221,360,100	221,360,100
8	Federal Funds	15,450,500	15,450,500
9	TOTAL	304,337,600	304,337,600

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

12 (a) \$1,323,900 in each fiscal year for the Kentucky Center for Mathematics; and

13 (b) \$1,377,900 in each fiscal year to support the Commonwealth's Property and
14 Casualty Insurance Fund premium.

15 **8. UNIVERSITY OF KENTUCKY**

16		2026-27	2027-28
17	General Fund	339,809,600	339,809,600
18	Restricted Funds	8,688,499,300	9,509,319,400
19	Federal Funds	315,770,000	333,769,000
20	TOTAL	9,344,078,900	10,182,898,000

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

23 (a) \$35,420,800 in each fiscal year for the College of Agriculture, Food and
24 Environment's Cooperative Extension Service;

25 (b) \$31,434,100 in each fiscal year for the Kentucky Agricultural Experiment
26 Station;

27 (c) \$10,176,200 in each fiscal year for the Center for Applied Energy Research;

- 1 (d) \$4,076,300 in each fiscal year for the Kentucky Geological Survey;
- 2 (e) \$4,034,200 in each fiscal year for the Veterinary Diagnostic Laboratory;
- 3 (f) \$2,040,500 in each fiscal year for the Sanders-Brown Center on Aging;
- 4 (g) \$1,800,000 in each fiscal year for the College of Agriculture, Food and
5 Environment's Division of Regulatory Services;
- 6 (h) \$600,000 in each fiscal year for the College of Agriculture, Food and
7 Environment's Kentucky Small Business Development Center;
- 8 (i) \$586,300 in each fiscal year for the University Press of Kentucky;
- 9 (j) Notwithstanding KRS 154A.130(4), \$500,000 in each fiscal year for the
10 Human Development Institute for the Supported Higher Education Project;
- 11 (k) \$450,200 in each fiscal year for the Center of Excellence in Rural Health;
- 12 (l) \$950,200 in each fiscal year for the Kentucky Cancer Registry;
- 13 (m) \$100,000 in each fiscal year for the Sports Medicine Research Institute; and
- 14 (n) \$10,750,900 in each fiscal year to support the Commonwealth's Property and
15 Casualty Insurance Fund premium.

16 **9. UNIVERSITY OF LOUISVILLE**

	2026-27	2027-28
17 General Fund	159,728,200	159,728,200
18 Restricted Funds	1,515,148,500	1,547,903,100
19 Federal Funds	196,365,300	200,610,300
20 TOTAL	1,871,242,000	1,908,241,600

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

- 24 (a) \$695,200 in each fiscal year for the Rural Health Education Program;
- 25 (b) \$150,000 in each fiscal year for the Kentucky Autism Training Center;
- 26 (c) \$100,000 in each fiscal year for the School of Dentistry to provide dental care
27 to patients with dental issues related to drug use;

- 1 (d) \$150,000 in each fiscal year for the Mid-South REACH Grant; and
 2 (e) \$5,801,100 in each fiscal year to support the Commonwealth's Property and
 3 Casualty Insurance Fund premium.

4 **10. WESTERN KENTUCKY UNIVERSITY**

5	2026-27	2027-28
6 General Fund	86,536,700	86,536,700
7 Restricted Funds	279,343,600	280,343,600
8 Federal Funds	44,143,300	44,143,300
9 TOTAL	410,023,600	411,023,600

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

- 12 (a) \$5,442,700 in each fiscal year for the Gatton Academy of Mathematics and
 13 Science in Kentucky;
 14 (b) \$1,750,000 in each fiscal year for the Kentucky Mesonet;
 15 (c) Notwithstanding KRS 61.5991(6)(b)1., \$1,522,200 in each fiscal year for the
 16 university's fixed allocation pension subsidy; and
 17 (d) \$1,866,900 in each fiscal year to support the Commonwealth's Property and
 18 Casualty Insurance Fund premium.

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

20	2026-27	2027-28
21 General Fund	206,292,300	206,292,300
22 Restricted Funds	556,562,200	563,293,200
23 Federal Funds	295,517,000	295,516,800
24 TOTAL	1,058,371,500	1,065,102,300

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

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

1 (b) \$1,000,000 in each fiscal year for Adult Agriculture Education; and

2 (c) \$3,164,800 in each fiscal year to support the Commonwealth's Property and
3 Casualty Insurance Fund premium.

4 **(2) Firefighters Foundation Program Fund:** (a) Included in the above
5 Restricted Funds appropriation is \$62,806,700 in fiscal year 2026-2027 and \$63,596,300
6 in fiscal year 2027-2028 for the Firefighters Foundation Program Fund.

7 (b) Notwithstanding KRS 95A.250(1)(a), included in the above Restricted Funds
8 appropriation are sufficient funds for an incentive payment of \$4,562, plus an amount
9 equal to the required employer's contribution on the supplement, in each fiscal year for
10 each qualified professional firefighter under the Firefighters Foundation Program Fund.
11 KRS 95A.250(1)(b) to (e) shall remain applicable, except that the administrative expense
12 reimbursement cap under KRS 95A.250(1)(e)(3) shall not exceed \$500,000.

13 (c) Notwithstanding KRS 95A.262(2), included in the above Restricted Funds
14 appropriation is \$15,000 in each fiscal year for aid payments for each qualified volunteer
15 fire department.

16 (d) Notwithstanding KRS 95A.200 to 95A.300, \$18,800,000 in fiscal year 2026-
17 2027 shall be transferred to support projects as set forth in Part II, Capital Projects
18 Budget, of this Act.

19 (e) Notwithstanding KRS 95A.262(15), included in the above Restricted Funds
20 appropriation is \$1,500,000 in each fiscal year to be used by the Fire Commission to
21 conduct training-related activities.

22 (f) Notwithstanding KRS 95.200 to 95A.300, included in the above Restricted
23 Funds appropriation is \$1,869,900 in each fiscal year for State Fire Rescue Training.

24 **(3) Firefighters Training Center Fund:** Notwithstanding KRS 95A.262(3),
25 \$1,000,000 in Restricted Funds is provided in each fiscal year for the Firefighters
26 Training Center Fund.

27 **(4) Guaranteed Energy Savings Performance Contracts:** Notwithstanding

KRS 56.770 and 56.774, guaranteed energy savings performance contracts may be executed for buildings operated by the Kentucky Community and Technical College System under agreements governed by KRS 164.593.

12. POSTSECONDARY EDUCATION PERFORMANCE FUND

(1) Performance Fund Distribution: Notwithstanding KRS 164.092, the fiscal year 2025-2026 Postsecondary Education Performance Fund distribution shall remain in the base General Fund budget of each institution in fiscal years 2026-2027 and 2027-2028.

TOTAL - POSTSECONDARY EDUCATION

	2026-27	2027-28
General Fund (Tobacco)	6,250,000	5,480,300
General Fund	1,479,311,300	1,482,942,600
Restricted Funds	11,904,704,400	12,781,284,400
Federal Funds	1,123,312,500	1,148,968,000
TOTAL	14,513,578,200	15,418,675,300

K. PUBLIC PROTECTION CABINET

Budget Units

1. SECRETARY

	2026-27	2027-28
Restricted Funds	11,951,000	12,155,200

2. PROFESSIONAL LICENSING

	2026-27	2027-28
Restricted Funds	5,677,200	5,770,900
Federal Funds	204,700	204,700
TOTAL	5,881,900	5,975,600

3. BOXING AND WRESTLING AUTHORITY

	2026-27	2027-28
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1	Restricted Funds	330,600	336,400
2	4. ALCOHOLIC BEVERAGE CONTROL		
3		2026-27	2027-28
4	Restricted Funds	9,387,400	9,041,800
5	Federal Funds	1,014,700	1,014,700
6	TOTAL	10,402,100	10,056,500
7	5. FINANCIAL INSTITUTIONS		
8		2026-27	2027-28
9	Restricted Funds	18,394,800	18,744,100
10	6. HOUSING, BUILDINGS AND CONSTRUCTION		
11		2026-27	2027-28
12	General Fund	-0-	3,052,300
13	Restricted Funds	29,813,100	27,378,900
14	TOTAL	29,813,100	30,431,200
15	(1) Operations of the Department: Notwithstanding KRS 227A.050, included		
16	in the above Restricted Funds appropriation is \$1,751,300 in fiscal year 2026-2027 to		
17	support of the operations of the Department of Housing, Buildings and Construction,		
18	Division of General Inspections.		
19	7. INSURANCE		
20		2026-27	2027-28
21	Restricted Funds	23,319,000	23,597,600
22	8. CLAIMS AND APPEALS		
23		2026-27	2027-28
24	General Fund	2,093,800	2,116,200
25	Restricted Funds	1,309,600	1,326,500
26	Federal Funds	771,900	773,500
27	TOTAL	4,175,300	4,216,200

1 **(1) Administrative Expenses and Claims:** Notwithstanding KRS 304.2-400(2),
 2 excess Restricted Funds from the Department of Insurance shall be transferred to
 3 the Crime Victims' Compensation Fund and made available to support
 4 administrative expenses and claims.

5 **TOTAL - PUBLIC PROTECTION CABINET**

	2026-27	2027-28
6 General Fund	2,093,800	5,168,500
7 Restricted Funds	100,182,700	98,351,400
8 Federal Funds	1,991,300	1,992,900
9 TOTAL	104,267,800	105,512,800

10 **L. TOURISM, ARTS AND HERITAGE CABINET**

11 **Budget Units**

12 **1. SECRETARY**

	2026-27	2027-28
13 General Fund	3,297,100	3,632,500
14 Restricted Funds	20,426,100	20,351,000
15 TOTAL	23,723,200	23,983,500

16 **(1) Kentucky Center for African American Heritage:** Included in the above
 17 General Fund appropriation is \$500,000 to the Kentucky Center for African American
 18 Heritage in fiscal year 2026-2027 for deferred maintenance and programming expenses.
 19 Notwithstanding KRS 45.229, these funds shall not lapse and shall carry forward.

20 **2. ARTISANS CENTER**

	2026-27	2027-28
21 General Fund	1,238,000	1,281,500
22 Restricted Funds	1,278,700	1,281,000
23 TOTAL	2,516,700	2,562,500

24 **3. TOURISM**

1		2026-27	2027-28
2	General Fund	3,367,700	3,443,100
3	Restricted Funds	72,700	72,700
4	TOTAL	3,440,400	3,515,800

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

7 **4. PARKS**

8		2026-27	2027-28
9	General Fund	68,180,900	64,936,700
10	Restricted Funds	48,151,400	50,676,300
11	TOTAL	116,332,300	115,613,000

12 **(1) Park Capital Maintenance and Renovation Fund:** Notwithstanding KRS
13 148.810, no transfer to the Park Capital Maintenance and Renovation Fund shall be
14 made.

15 **(2) Training Incentive Payments:** Notwithstanding KRS 15.460(1), included in
16 the above Restricted Funds appropriation is \$4,562 in each fiscal year for each participant
17 for training incentive payments.

18 **(3) Capitol Annex Cafeteria:** Included in the above General Fund appropriation
19 is sufficient funds in each fiscal year to support the Capitol Annex cafeteria operated by
20 the Department of Parks.

21 **5. HORSE PARK COMMISSION**

22		2026-27	2027-28
23	General Fund	1,631,800	1,667,200
24	Restricted Funds	12,800,500	12,962,000
25	TOTAL	14,432,300	14,629,200

26 **(1) Training Incentive Payments:** Notwithstanding KRS 15.460(1), included in
27 the above Restricted Funds appropriation is \$4,562 in each fiscal year for each participant

1 for training incentive payments.

2 **6. STATE FAIR BOARD**

3		2026-27	2027-28
4	General Fund	6,700,700	7,000,600
5	Restricted Funds	55,378,900	55,627,000
6	TOTAL	62,079,600	62,627,600

7 **7. FISH AND WILDLIFE RESOURCES**

8		2026-27	2027-28
9	Restricted Funds	59,148,400	59,950,700
10	Federal Funds	27,224,300	27,570,800
11	TOTAL	86,372,700	87,521,500

12 **(1) Fish and Wildlife Resources Peace Officers' Stipend:** Notwithstanding
 13 KRS 15.460(1), included in the above Restricted Funds appropriation is \$4,562 in each
 14 fiscal year for each participant for training incentive payments.

15 **(2) Fees-in-Lieu-of Stream Mitigation Reporting:** The Department of Fish and
 16 Wildlife Resources shall develop a report of all projects managed by the Fees-in-Lieu-of
 17 Stream Mitigation Program. The Department shall present this report to the Interim Joint
 18 Committee on Tourism, Small Business, and Information Technology by August 1 of
 19 each fiscal year.

20 **8. HISTORICAL SOCIETY**

21		2026-27	2027-28
22	General Fund	7,071,600	7,355,300
23	Restricted Funds	460,700	366,300
24	Federal Funds	113,700	113,700
25	TOTAL	7,646,000	7,835,300

26 **9. ARTS COUNCIL**

27		2026-27	2027-28
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1	General Fund	1,793,500	1,819,500
2	Restricted Funds	87,200	87,200
3	Federal Funds	823,000	826,200
4	TOTAL	2,703,700	2,732,900

5 **10. HERITAGE COUNCIL**

6		2026-27	2027-28
7	General Fund	1,733,600	1,776,600
8	Restricted Funds	766,100	767,700
9	Federal Funds	1,054,700	1,070,400
10	TOTAL	3,554,400	3,614,700

11 **(1) Kentucky Native American Heritage Commission:** Included in the above
 12 General Fund appropriation is \$50,000 in each fiscal year for the Native American
 13 Heritage Commission.

14 **11. KENTUCKY CENTER FOR THE ARTS**

15		2026-27	2027-28
16	General Fund	603,800	603,800

17 **TOTAL - TOURISM, ARTS AND HERITAGE CABINET**

18		2026-27	2027-28
19	General Fund	95,618,700	93,516,800
20	Restricted Funds	198,570,700	202,141,900
21	Federal Funds	29,215,700	29,581,100
22	TOTAL	323,405,100	325,239,800

23 **M. KENTUCKY PERMANENT PENSION FUND**

24 **Budget Unit**

25 **1. KENTUCKY PERMANENT PENSION FUND**

26 **(1) Lapse of Remaining Balance:** The \$67,724,700 unexpended balance from
 27 the fiscal year 2023-2024 General Fund appropriation set out in 2022 Ky. Acts ch. 199,

Part I, N., 1. to implement pay raises for state employees shall remain unexpended, and notwithstanding KRS 42.205, 45.229, 48.700, and 48.705, the balance shall be a part of the designated fund balance and be carried forward for budgeted purposes into fiscal year 2026-2027.

PART II

CAPITAL PROJECTS BUDGET

(1) Capital Construction Fund Appropriations and Reauthorizations:

Moneys in the Capital Construction Fund are appropriated for the following capital projects subject to the conditions and procedures in this Act. Items listed without appropriated amounts are previously authorized for which no additional amount is required. These items are listed in order to continue their current authorization into the 2026-2028 fiscal biennium. Unless otherwise specified, reauthorized projects shall conform to the original authorization enacted by the General Assembly.

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

All appropriations to existing line-item capital construction projects expire on June 30, 2026, unless reauthorized in this Act with the following exceptions: (a) A construction or purchase contract for the project shall have been awarded by June 30, 2026; (b) Permanent financing or a short-term line of credit sufficient to cover the total authorized project scope shall have been obtained in the case of projects authorized for bonds, if the authorized project completes an initial draw on the line of credit within the fiscal biennium immediately subsequent to the original authorization; and (c) Grant or loan agreements, if applicable, shall have been finalized and properly signed by all necessary parties by June 30, 2026. Notwithstanding the criteria set forth in this subsection and KRS 45.229 and 45.770(5)(d), funds appropriated to 2022-2024 and 2024-2026 fiscal biennia maintenance pools shall not lapse and shall carry forward.

(3) Bond Proceeds Investment Income:

Investment income earned from bond proceeds beyond that which is required to satisfy Internal Revenue Service arbitrage

1 rebates and penalties and excess bond proceeds upon the completion of a bond-financed
2 capital project shall be used to pay debt service according to the Internal Revenue Service
3 Code and accompanying regulations.

4 **(4) Appropriations for Projects Not Line-Itemized:** Inasmuch as the
5 identification of specific projects in a variety of areas of the state government cannot be
6 ascertained with absolute certainty at this time, amounts are appropriated for specific
7 purposes to projects which are not individually identified in any Act in the following
8 areas: Kentucky Infrastructure Authority Water and Sewer projects; Flood Control
9 projects; Repair of State-Owned Dams; Guaranteed Energy Savings Performance
10 Contract projects; Wetland and Stream Mitigation projects; maintenance pools;
11 Postsecondary Education pools; Legacy System Modernization Pool; the State Schools
12 HVAC pool; the State Schools Safety and Security pool; State Parks Improvement; State
13 Fair Board Property Improvements; Fish and Wildlife Land Acquisition Pool; State Parks
14 Utility Infrastructure Replacement pool; and Kentucky Exposition Center Paving Pool.
15 Notwithstanding any statute to the contrary, projects estimated to cost \$1,000,000 and
16 over and equipment estimated to cost \$200,000 and over shall be reported to the Capital
17 Projects and Bond Oversight Committee.

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

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

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

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

(9) Public-Private Partnerships Sunset: Notwithstanding KRS 45A.077(8), the utilization of the public-private partnership delivery method for projects of at least \$25,000,000 does not need to be explicitly authorized by the General Assembly.

A. GENERAL GOVERNMENT

Budget Units	2025-26	2026-27	2027-28
1. VETERANS' AFFAIRS			
001. Radcliff Veterans Center HVAC System Replacement Additional			
Bond Funds	16,000,000	-0-	-0-
002. Maintenance Pool - 2026-2028			

1	Investment Income	-0-	2,000,000	2,000,000
2	003. Expand Columbarium Wall - Kentucky Veterans Cemetery Northeast			
3	Federal Funds	-0-	-0-	2,000,000
4	2. KENTUCKY INFRASTRUCTURE AUTHORITY			
5	001. Drinking Water Revolving Loan Program			
6	Bond Funds	-0-	13,123,600	3,659,000
7	Agency Bonds	-0-	30,000,000	-0-
8	Federal Funds	-0-	109,906,000	18,294,000
9	TOTAL	-0-	153,029,600	21,953,000
10	002. Federally Assisted Wastewater Program			
11	Bond Funds	-0-	14,559,800	4,045,000
12	Agency Bonds	-0-	30,000,000	-0-
13	Federal Funds	-0-	75,502,000	20,223,000
14	TOTAL	-0-	120,061,800	24,268,000
15	3. MILITARY AFFAIRS			
16	001. Construct Wendell H. Ford Regional Training Center Unaccompanied			
17	Housing Advanced Skills Training			
18	Federal Funds	-0-	21,000,000	-0-
19	002. Construct Multi-Purpose Building Bluegrass Station			
20	Other Funds	-0-	15,000,000	-0-
21	(1) Authorization: The above authorization is approved pursuant to KRS 56.820.			
22	003. Maintenance Pool - 2026-2028			
23	Investment Income	-0-	6,000,000	6,000,000
24	004. Construct Civil Support Team Facility Additional Reauthorization			
25	(\$13,200,000 Federal Funds)			
26	Federal Funds	-0-	11,400,000	-0-
27	005. Construct New Barracks at Wendell H. Ford Reginal Training Center			

1	Federal Funds	-0-	8,000,000	-0-
2	006. Construct Readiness Center Somerset Additional Reauthorization			
3	(\$24,750,000 Federal Funds, \$8,259,000 Bond Funds)			
4	Bond Funds	-0-	-0-	1,633,000
5	Federal Funds	-0-	-0-	4,898,000
6	TOTAL	-0-	-0-	6,531,000
7	007. Construct Jackson Field Maintenance Shop Additional Reauthorization			
8	(\$15,000,000 Federal Funds)			
9	Federal Funds	-0-	5,000,000	-0-
10	008. Ashland Armory Restoration Phase 1			
11	Federal Funds	-0-	2,000,000	-0-
12	Bond Funds	-0-	2,000,000	-0-
13	TOTAL	-0-	4,000,000	-0-
14	009. Construct Armory 4 Frankfort Additional Reauthorization (\$3,000,000			
15	Federal Funds, \$1,000,000 Bond Funds)			
16	Federal Funds	-0-	2,000,000	-0-
17	Bond Funds	-0-	2,000,000	-0-
18	TOTAL	-0-	4,000,000	-0-
19	010. Demolish Bluegrass Station Boiler Plant			
20	Restricted Funds	-0-	4,000,000	-0-
21	011. Construct and Extend Electric Bluegrass Station			
22	Restricted Funds	-0-	3,500,000	-0-
23	012. Construct Fitness Center Facility Wendell H. Ford Reginal Training Center			
24	Additional Reauthorization (\$5,000,000 Federal Funds)			
25	Federal Funds	-0-	3,000,000	-0-
26	013. Kentucky Army National Guard Training Site Master Plan			
27	Federal Funds	-0-	2,000,000	-0-

1	014. Bluegrass Station Facility Maintenance Pool - 2026-2028			
2	Restricted Funds	-0-	1,000,000	1,000,000
3	015. Construct Road Improvements Bluegrass Station			
4	Restricted Funds	-0-	1,500,000	-0-
5	016. Construct New Barracks at Harold L. Disney Training Site Additional			
6	Reauthorization (\$3,000,000 Federal Funds)			
7	Federal Funds	-0-	1,000,000	-0-
8	017. Construct Harold L. Disney Training Site Drainage Improvements			
9	Reauthorization (\$2,000,000 Federal Funds)			
10	018. Construct Improve Sewer System Bluegrass Station Reauthorization			
11	(\$5,000,000 Restricted Funds)			
12	019. Extension of Utilities Wendell H. Ford Reginal Training Center			
13	Reauthorization (\$2,000,000 Federal Funds)			
14	020. Construct Support Building Wendell H. Ford Reginal Training Center			
15	Reauthorization (\$3,000,000 Federal Funds)			
16	4. DEPARTMENT FOR LOCAL GOVERNMENT			
17	001. Flood Control Matching Fund			
18	Investment Income	-0-	6,000,000	-0-
19	5. ATTORNEY GENERAL			
20	001. Franklin County - Lease			
21	6. TREASURY			
22	001. Replacement of HVAC Leibert Units			
23	Investment Income	-0-	354,000	-0-
24	002. Lease-Purchase Check Printer - Secondary			
25	Investment Income	-0-	66,000	-0-
26	7. COMMONWEALTH'S ATTORNEYS			
27	001. Jefferson County - Lease			

1	8. AGRICULTURE			
2	001. Large Capacity Scale Truck			
3	Restricted Funds	-0-	800,000	-0-
4	002. Franklin County - Lease			
5	9. AUDITOR OF PUBLIC ACCOUNTS			
6	001. Franklin County - Lease			
7	10. KENTUCKY PUBLIC PENSIONS AUTHORITY			
8	001. Pension Administration Technology Modernization			
9	Restricted Funds	-0-	-0-	15,000,000
10	11. OCCUPATIONAL AND PROFESSIONAL BOARDS AND COMMISSIONS			
11	a. Nursing			
12	001. Jefferson County - Lease			
13	12. KENTUCKY RIVER AUTHORITY			
14	001. Renovate Lock 5			
15	Restricted Funds	-0-	-0-	4,200,000
16	002. Maintenance Pool - 2026-2028			
17	Restricted Funds	-0-	2,000,000	2,000,000
18	003. Locks 2 and 3 Upper Guide Wall Repair Reauthorization (\$4,131,000			
19	Restricted Funds)			
20	004. Design and Repair Dam 7 Reauthorization (\$6,400,000 Restricted Funds)			
21	13. SCHOOL FACILITIES CONSTRUCTION COMMISSION			
22	001. Offers of Assistance - 2024-2026 Reauthorization and Reallocation			
23	(\$3,760,000 Bond Funds)			
24	Bond Funds	-0-	36,240,000	-0-
25	(1) Reauthorization and Reallocation: The above project is authorized from a			
26	reallocation of the projects set forth in 2024 Ky. Acts ch. 175, Part II, A., 10., 005.			
27	002. School Facilities Construction Commission Reauthorization (\$89,710,000			

1 Bond Funds)

2 **B. ECONOMIC DEVELOPMENT CABINET**

3 **(1) Economic Development Bond Issues:** Before any economic development
 4 bonds are issued, the proposed bond issue shall be approved by the Secretary of the
 5 Finance and Administration Cabinet and the State Property and Buildings Commission
 6 under KRS 56.440 to 56.590. In addition to the terms and conditions of KRS 154.12-100,
 7 administration of the Economic Development Bond Program by the Secretary of the
 8 Cabinet for Economic Development is subject to the following guideline: project
 9 selection shall be documented when presented to the Secretary of the Finance and
 10 Administration Cabinet. Included in the documentation shall be the rationale for selection
 11 and expected economic development impact.

12 **(2) Use of New Economy Funds:** Notwithstanding KRS 154.12-100, 154.12-
 13 278(4) and (5), and 154.20-035, the Secretary of the Cabinet for Economic Development
 14 may use funds appropriated in the Economic Development Fund Program, High-Tech
 15 Construction/Investment Pool, and the Kentucky Economic Development Finance
 16 Authority Loan Pool interchangeably for economic development projects.

17 Budget Unit	2026-27	2027-28
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18 **1. ECONOMIC DEVELOPMENT**

19 **001.** Kentucky Economic Development Finance Authority Loan Pool - 2026-2028

20 Bond Funds	7,500,000	7,500,000
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21 **002.** Economic Development Bond Programs - 2026-2028

22 Bond Funds	7,500,000	7,500,000
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23 **003.** High-Tech Construction/Investment Pool - 2026-2028

24 Bond Funds	7,500,000	7,500,000
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25 **C. DEPARTMENT OF EDUCATION**

26 Budget Unit	2026-27	2027-28
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27 **1. OPERATIONS AND SUPPORT SERVICES**

1	001. Maintenance Pool - 2026-2028		
2	Investment Income	6,000,000	6,000,000
3	002. Education Finance Application Phase 2 Additional Reauthorization		
4	(\$2,000,000 Bond Funds)		
5	Investment Income	5,610,000	-0-
6	D. EDUCATION AND LABOR CABINET		
7	Budget Units	2026-27	2027-28
8	1. GENERAL ADMINISTRATION AND PROGRAM SUPPORT		
9	001. Maintenance Pool - 2026-2028		
10	Investment Income	2,650,000	2,650,000
11	2. KENTUCKY EDUCATIONAL TELEVISION		
12	001. Maintenance Pool - 2026-2028		
13	Investment Income	1,500,000	1,500,000
14	3. LIBRARIES AND ARCHIVES		
15	a. General Operations		
16	001. Franklin County - Lease		
17	4. WORKFORCE DEVELOPMENT		
18	001. Renovate McDowell Vocational Rehabilitation Center		
19	Bond Funds	6,240,000	-0-
20	002. Kenton County - Lease		
21	003. Hardin County - Lease		
22	5. DISABILITY DETERMINATION		
23	001. Franklin County - Lease		
24	E. ENERGY AND ENVIRONMENT CABINET		
25	Budget Units	2026-27	2027-28
26	1. SECRETARY		
27	001. Maintenance Pool - 2026-2028		

1	Investment Income	1,000,000	1,000,000
2	2. ENVIRONMENTAL PROTECTION		
3	001. State-Owned Dam Repair - 2026-2028		
4	Bond Funds	21,060,000	-0-
5	002. State Superfund Sites - 2026-2028		
6	Bond Funds	3,000,000	-0-
7	F. FINANCE AND ADMINISTRATION CABINET		
8	Budget Units	2026-27	2027-28
9	1. GENERAL ADMINISTRATION		
10	001. Electric Vehicle Charging Stations		
11	Investment Income	1,000,000	-0-
12	2. Controller		
13	001. Upgrade & Enhancement eMARS Systems Additional		
14	Investment Income	3,765,300	-0-
15	3. FACILITIES AND SUPPORT SERVICES		
16	001. Maintenance Pool - 2026-2028		
17	Investment Income	15,000,000	15,000,000
18	002. Renovate Cabinet for Human Resources Phase 2		
19	Bond Funds	8,000,000	-0-
20	003. Guaranteed Energy Savings Performance Contracts		
21	4. COMMONWEALTH OFFICE OF TECHNOLOGY		
22	001. Kentucky from Above		
23	Investment Income	6,150,000	6,150,000
24	002. Enterprise Application and AI Inventory System		
25	Investment Income	4,000,000	2,000,000
26	003. Alternate Data Center - Lease		
27	G. HEALTH AND FAMILY SERVICES CABINET		

Budget Units	2026-27	2027-28
1. GENERAL ADMINISTRATION AND PROGRAM SUPPORT		
001. Maintenance Pool - 2026-2028		
Investment Income	11,000,000	11,000,000
2. BEHAVIORAL HEALTH, DEVELOPMENTAL AND INTELLECTUAL DISABILITIES		
001. Oakwood Renovate/Replace Cottages Phase IV		
Bond Funds	12,616,000	-0-
002. Western State Nursing Facility Renovations II		
Bond Funds	6,621,000	-0-
003. Hazelwood Upgrade Elevators		
Investment Income	2,880,000	-0-
004. Western State Hospital Repair/Replace Cooling Towers		
Investment Income	1,920,000	-0-
3. PUBLIC HEALTH		
001. Construct Central Lab Expansion		
Bond Funds	270,000,000	6,300,000
002. Jefferson County - Lease		
4. COMMUNITY BASED SERVICES		
001. Kenton County - Lease		
002. Fayette County - Lease		
003. Warren County - Lease		
004. Daviess County - Lease		
005. Perry County - Lease		
006. Boone County - Lease		
007. Hardin County - Lease		
008. Boyd County - Lease		

- 1 **009.** Campbell County - Lease
- 2 **010.** Johnson County - Lease
- 3 **011.** Shelby County - Lease
- 4 **012.** Greenup County - Lease
- 5 **013.** Muhlenberg County - Lease
- 6 **014.** Madison County - Lease
- 7 **015.** Marshall County - Lease
- 8 **016.** Floyd County - Lease
- 9 **017.** Harlan County - Lease
- 10 **018.** Pulaski County - Lease
- 11 **019.** Jefferson County - Lease

H. JUSTICE AND PUBLIC SAFETY CABINET

13 Budget Units	2026-27	2027-28
14 1. CRIMINAL JUSTICE TRAINING		
15 001. Construct Indoor Firing Range Western Kentucky Training Center		
16 Madisonville		
17 Restricted Funds	-0-	51,727,000
18 002. Construct New Flat Track - Criminal Justice Training Center Richmond		
19 Restricted Funds	16,778,000	-0-
20 003. Construct Flat Track - Western Kentucky Training Center Madisonville		
21 Restricted Funds	-0-	13,101,000
22 004. Maintenance Pool - 2026-2028		
23 Restricted Funds	4,500,000	4,500,000
24 005. Construct Campus Access Road - Criminal Justice Training Center Richmond		
25 Restricted Funds	3,952,000	-0-
26 2. JUVENILE JUSTICE		
27 001. Female Juvenile Detention Center - Western Kentucky		

1	Bond Funds	4,500,000	40,500,000
2	002. Female Juvenile Detention Center - Central Kentucky		
3	Bond Funds	4,500,000	40,500,000
4	003. High Acuity Mental Health Facility - Juvenile Justice		
5	Bonds Funds	3,500,000	31,500,000
6	004. Maintenance Pool - 2026-2028		
7	Investment Income	7,200,000	7,200,000
8	005. Construct Juvenile Justice Youth Development Center Fencing		
9	Bond Funds	5,000,000	-0-
10	006. Franklin County - Lease		
11	3. STATE POLICE		
12	001. Emergency Radio System Replacement Additional		
13	Bond Funds	59,333,000	48,094,000
14	002. Maintenance Pool - 2026-2028		
15	Investment Income	6,500,000	6,500,000
16	003. Posts 7 (Richmond) and 10 (Harlan) Construction Additional		
17	Bond Funds	8,586,000	-0-
18	4. CORRECTIONS		
19	a. Adult Correctional Institutions		
20	001. Maintenance Pool - 2026-2028		
21	Investment Income	30,000,000	30,000,000
22	002. Mechanical, Electrical, Plumbing Upgrades and Replacement Pool		
23	Investment Income	10,000,000	10,000,000
24	003. Kentucky State Reformatory - Demolition Additional Reauthorization and		
25	Reallocation (\$9,776,000 Bond Funds)		
26	Bond Funds	17,010,000	-0-
27	(1) Reauthorization and Reallocation: The above project is authorized from a		

1 reallocation of the project set forth in 2018 Ky. Acts ch. 169, Part II, H., 4., a., 003.

2 **004.** Replace Kentucky State Penitentiary - Utilities Infrastructure Additional

3 Bond Funds 15,758,000 -0-

4 **005.** Repair Northpoint Training Center - Exterior Dorms Masonry Tuckpoint
5 Additional

6 Bonds Funds 11,787,000 -0-

7 **006.** Adaptive Reuse Eastern Kentucky Correctional Complex Building - East
8 Kentucky Applied Manufacturing Institute

9 Bond Funds -0- 10,700,000

10 **007.** Renovate Northpoint Training Center - Restricted Housing Unit Additional

11 Bond Funds 3,500,000 -0-

12 **008.** Southeast State Correctional Complex - Lease

13 **b. Community Services and Local Facilities**

14 **001.** Bellevue Probation and Parole - Lease

15 **002.** Lexington Probation and Parole - Lease

16 **5. PUBLIC ADVOCACY**

17 **001.** Franklin County - Lease

18 **002.** Fayette County - Lease

19 **003.** Louisville/Jefferson County - Lease

20 **I. PERSONNEL**

21 **Budget Unit** **2026-27** **2027-28**

22 **1. GENERAL OPERATIONS**

23 **001.** Enterprise Human Resources Information System Reauthorization and
24 Reallocation (\$10,351,800 Bond Funds)

25 Bond Funds 9,848,200 130,869,000

26 **(1) Reauthorization and Reallocation:** The above project is authorized from a
27 reallocation of the projects set forth in 2016 Ky. Acts ch. 149, Part II, F., 1., 001 and

1 2024 Ky. Acts ch. 175, Part II, A., 11., 002.

2 **J. POSTSECONDARY EDUCATION**

3 Budget Units	2026-27	2027-28
4 1. KENTUCKY HIGHER EDUCATION STUDENT LOAN CORPORATION		
5 001. Jefferson County - Lease		
6 2. EASTERN KENTUCKY UNIVERSITY		
7 001. Construct University Hotel and Conference Center		
8 Other Funds	130,000,000	-0-
9 (1) Authorization: The above authorization is approved pursuant to KRS 45.763.		
10 002. Asset Preservation Pool - 2026-2028		
11 Bond Funds	65,000,000	-0-
12 003. Upgrade and Improve Residence Halls Pool		
13 Restricted Funds	10,000,000	-0-
14 Agency Bonds	25,000,000	-0-
15 TOTAL	35,000,000	-0-
16 004. IT Hardware Software Networking Systems Pool		
17 Restricted Funds	24,000,000	-0-
18 005. Maintenance Pool - 2026-2028		
19 Restricted Funds	20,000,000	-0-
20 006. Aviation Acquisition Pool - 2026-2028		
21 Restricted Funds	5,000,000	-0-
22 Bond Funds	10,000,000	-0-
23 TOTAL	15,000,000	-0-
24 007. Property Acquisitions Pool		
25 Restricted Funds	5,000,000	-0-
26 Other Funds	5,000,000	-0-
27 TOTAL	10,000,000	-0-

1	008. Scientific and Research Equipment Pool		
2	Other Funds	2,200,000	-0-
3	Federal Funds	2,200,000	-0-
4	Restricted Funds	4,000,000	-0-
5	TOTAL	8,400,000	-0-
6	009. Improve Campus Pedestrian, Parking and Transportation Pool Additional		
7	Reauthorization (\$8,000,000 Agency Bonds, \$3,000,000 Restricted Funds, \$3,000,000		
8	Other Funds)		
9	Agency Bonds	7,000,000	-0-
10	010. Commonwealth Hall Partial Repurposing and Renovation		
11	Restricted Funds	6,000,000	-0-
12	011. Natural Area Improvement Pool		
13	Restricted Funds	1,000,000	-0-
14	012. Athletics Capital Improvements Pool Reauthorization (\$25,000,000 Agency		
15	Bonds, \$25,000,000 Restricted Funds, \$25,000,000 Other Funds)		
16	013. Maintain/Expand Begley Building Reauthorization (\$40,000,000 Agency		
17	Bonds)		
18	014. Asset Preservation Pool - 2022-2024 Reauthorization (\$8,222,000 Restricted		
19	Funds)		
20	015. Lease - Aviation		
21	016. Lease - New Housing Space		
22	017. Lease - Madison County - Student Housing		
23	018. Lease - Madison County - Land		
24	019. Lease 1 - Multi-Property - Multi-Use 1		
25	020. Lease 2 - Multi-Property - Multi-Use 2		
26	021. Guaranteed Energy Savings Performance Contracts		
27	3. KENTUCKY STATE UNIVERSITY		

1	001. Renovate Facility for Health Sciences Center		
2	Federal Funds	4,000,000	-0-
3	Bond Funds	20,000,000	-0-
4	TOTAL	24,000,000	-0-
5	002. Acquire Land		
6	Restricted Funds	1,500,000	-0-
7	Federal Funds	3,500,000	-0-
8	TOTAL	5,000,000	-0-
9	003. Renovate Baseball Stadium		
10	Bond Funds	2,000,000	-0-
11	004. Asset Preservation Pool - 2022-2024 Reauthorization (\$2,412,000 Restricted		
12	Funds)		
13	4. MOREHEAD STATE UNIVERSITY		
14	001. Construct New Residence Hall #3		
15	Agency Bonds	56,940,000	-0-
16	002. Construct New Residence Hall #4		
17	Agency Bonds	44,900,000	-0-
18	003. Construct New Agriculture Sciences Building		
19	Bond Funds	30,665,000	-0-
20	004. Capital Renewal and Maintenance Pool - Auxiliary		
21	Agency Bonds	12,600,000	-0-
22	005. Renovate Grote-Thompson Residence Hall		
23	Agency Bonds	10,100,000	-0-
24	006. Renovate Fields Residence Hall		
25	Agency Bonds	10,100,000	-0-
26	007. Renovate and Replace Exterior Precast Panels - Nunn Hall		
27	Agency Bonds	4,320,000	-0-

1	008. Comply with ADA - Auxiliary		
2	Agency Bonds	1,000,000	-0-
3	009. Construct New Residence Hall #2 Reauthorization (\$40,350,000 Agency		
4	Bonds)		
5	010. Guaranteed Energy Savings Performance Contracts		
6	5. MURRAY STATE UNIVERSITY		
7	001. Construct Emergency Veterinary and Teaching Clinic		
8	Bond Funds	48,500,000	-0-
9	002. Construct Residential Housing		
10	Agency Bonds	47,000,000	-0-
11	003. Replace College Courts Apartments Additional Reauthorization (\$15,000,000		
12	Agency Bonds)		
13	Agency Bonds	15,000,000	-0-
14	004. Construct/Renovate Dining Facility Additional Reauthorization (\$30,000,000		
15	Restricted Funds)		
16	Restricted Funds	5,000,000	-0-
17	005. Emergency Generator Docking Station(s) for Residence Halls		
18	Restricted Funds	2,000,000	-0-
19	006. Replace Wilson Hall Roof		
20	Restricted Funds	1,100,000	-0-
21	007. Replace Alexander Hall Addition Roof		
22	Restricted Funds	1,100,000	-0-
23	008. Replace Racer Arena Roof		
24	Restricted Funds	1,100,000	-0-
25	009. Athletic Facilities Improvements Pool Reauthorization (\$20,000,000		
26	Restricted Funds, \$20,000,000 Agency Bonds)		
27	010. Asset Preservation Pool - Residence Halls Reauthorization (\$6,000,000		

1	Agency Bonds)		
2	011. Acquire Agriculture Research Farm Land Reauthorization (\$1,254,000		
3	Restricted Funds)		
4	012. Renovate Residence Hall Interior Reauthorization (\$1,674,000 Agency		
5	Bonds)		
6	013. Renovate Residence Hall Electrical System Reauthorization (\$4,369,000		
7	Agency Bonds)		
8	014. Acquire Property Reauthorization (\$4,180,000 Restricted Funds)		
9	015. Replace Residence Hall Domestic Water Piping Reauthorization (\$1,195,000		
10	Agency Bonds)		
11	016. Renovate Residence Hall HVAC System Reauthorization (\$1,661,000		
12	Agency Bonds)		
13	017. Guaranteed Energy Savings Performance Contracts		
14	6. NORTHERN KENTUCKY UNIVERSITY		
15	001. US 27 Mixed Use Development		
16	Other Funds	200,000,000	-0-
17	(1) Authorization: The above authorization is approved pursuant to KRS		
18	45A.077.		
19	002. Construct Sports Complex		
20	Other Funds	98,500,000	-0-
21	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
22	003. Renovate Business Academic Center		
23	Other Funds	5,000,000	-0-
24	Bond Funds	75,000,000	-0-
25	TOTAL	80,000,000	-0-
26	004. Expand Multi-Purpose Events Center		
27	Other Funds	32,000,000	-0-

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

2 **005. Enhance Online Programs Additional**

3	Restricted Funds	9,500,000	-0-
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4 **006.** Upgrade IT Infrastructure Pool - 2026-2028

5	Restricted Funds	2,950,000	-0-
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6 **007. Replace Recreation Field Turf**

7	Restricted Funds	2,000,000	-0-
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8 **008.** Acquire Land/Master Plan 2010-2012 Reauthorization (\$17,500,000 Agency
9 Bonds, \$4,000,000 Restricted Funds, \$4,000,000 Other Funds)

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

11 **009.** Expand/Renovate Soccer Complex Reauthorization (\$16,000,000 Agency
12 Bonds, \$36,000,000 Other Funds)

13 **010. Renovate Residence Halls Reauthorization (\$15,000,000 Agency Bonds)**

14 **011. Renew/Renovate Landrum Academic Center Reauthorization (\$49,000,000**
15 Bond Funds, \$3,000,000 Other Funds)

16 **012.** Renew/Repair Parking Garage Pool Reauthorization (\$3,000,000 Agency
17 Bonds)

18 **013.** Replace Event Center Technology Reauthorization (\$4,500,000 Other Funds)

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

20 **014. Guaranteed Energy Savings Performance Contracts**

21 **015.** Asset Preservation Pool - 2022-2024 Reauthorization (\$1,170,300 Restricted
22 Funds)

23 **7. UNIVERSITY OF KENTUCKY**

(1) **University of Kentucky Acquisitions:** Notwithstanding any statute to the contrary, the University of Kentucky, or one of its affiliated corporations for the benefit of the University's multifaceted education, healthcare, research and service mission, shall be permitted to assume any and all leases, debt instruments, and liabilities associated with

any mergers, acquisitions, or partnerships that are hereby authorized in the 2026-2028 Budget of the Commonwealth. Assumption of leases and debt instruments shall be reported to the Capital Projects and Bond Oversight Committee.

001. Construct/Improve Medical/Administrative Facility 3 Phase 2

Restricted Funds	2,000,000,000	-0-
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002. Construct/Improve Hamburg Medical Park

Other Funds	500,000,000	-0-
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Restricted Funds	300,000,000	-0-
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TOTAL	800,000,000	-0-
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(1) Authorization: The above authorization is approved pursuant KRS 45.763.

003. Acquire/Improve Medical/Administrative Facility 2

Other Funds	400,000,000	-0-
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Restricted Funds	400,000,000	-0-
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TOTAL	800,000,000	-0-
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(1) Authorization: The above authorization is approved pursuant KRS 45.763.

004. Construct Fan Experience Districts

Other Funds	625,000,000	-0-
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Restricted Funds	75,000,000	-0-
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TOTAL	700,000,000	-0-
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(1) Authorization: The above authorization is approved pursuant KRS 45.763.

005. Construct/Improve Arts and Innovation Complex

Agency Bonds	175,000,000	-0-
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Restricted Funds	200,000,000	-0-
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Other Funds	400,000,000	-0-
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TOTAL	775,000,000	-0-
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(1) Authorization: The above authorization is approved pursuant KRS 45.763.

006. Construct Multi-Use Complex 1

1	Restricted Funds	50,000,000	-0-
2	Agency Bonds	50,000,000	-0-
3	Other Funds	500,000,000	-0-
4	TOTAL	600,000,000	-0-
5	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
6	007. Construct/Improve Medical/Administrative Facility 8		
7	Restricted Funds	200,000,000	-0-
8	Other Funds	400,000,000	-0-
9	TOTAL	600,000,000	-0-
10	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
11	008. Construct/Improve Medical/Administrative Facility 7		
12	Restricted Funds	300,000,000	-0-
13	Other Funds	300,000,000	-0-
14	TOTAL	600,000,000	-0-
15	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
16	009. Construct/Improve Medical/Administrative Facility 6		
17	Other Funds	500,000,000	-0-
18	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
19	010. Construct/Improve Medical/Administrative Facility 5		
20	Restricted Funds	500,000,000	-0-
21	011. Construct/Improve Medical/Administrative Facility 4		
22	Restricted Funds	500,000,000	-0-
23	012. Acquire/Partnership Medical System 2		
24	Restricted Funds	500,000,000	-0-
25	013. Acquire/Improve Medical/Administrative Facility 4		
26	Restricted Funds	500,000,000	-0-
27	014. Improve Central Plants/Utilities Infrastructure - Phase 2		

1	Other Funds	400,000,000	-0-
2	Restricted Funds	100,000,000	-0-
3	TOTAL	500,000,000	-0-
4	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
5	015. Construct/Improve Student Housing		
6	Restricted Funds	75,000,000	-0-
7	Other Funds	400,000,000	-0-
8	TOTAL	475,000,000	-0-
9	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
10	016. Construct/Improve Utilities Infrastructure Hamburg		
11	Restricted Funds	200,000,000	-0-
12	Other Funds	200,000,000	-0-
13	TOTAL	400,000,000	-0-
14	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
15	017. Construct/Improve Utilities Infrastructure UK HealthCare		
16	Restricted Funds	200,000,000	-0-
17	Other Funds	200,000,000	-0-
18	TOTAL	400,000,000	-0-
19	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
20	018. Construct/Improve Medical/Administrative Facility 2		
21	Restricted Funds	200,000,000	-0-
22	Other Funds	200,000,000	-0-
23	TOTAL	400,000,000	-0-
24	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
25	019. Improve UK HealthCare IT Systems II		
26	Restricted Funds	400,000,000	-0-
27	020. Acquire/Partnership Medical System 1		

1	Restricted Funds	350,000,000	-0-
2	021. Construct/Improve Medical/Administrative Facility 10		
3	Other Funds	150,000,000	-0-
4	Restricted Funds	150,000,000	-0-
5	TOTAL	300,000,000	-0-
6	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
7	022. Acquire/Improve Medical/Administrative Facility 1		
8	Restricted Funds	300,000,000	-0-
9	023. Construct /Improve Research/Data Center		
10	Other Funds	200,000,000	-0-
11	Agency Bonds	100,000,000	-0-
12	TOTAL	300,000,000	-0-
13	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
14	024. Improve Campus Parking and Transportation System		
15	Other Funds	250,000,000	-0-
16	Restricted Funds	50,000,000	-0-
17	TOTAL	300,000,000	-0-
18	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
19	025. Construct/Improve Dining Facilities		
20	Other Funds	150,000,000	-0-
21	Restricted Funds	150,000,000	-0-
22	TOTAL	300,000,000	-0-
23	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
24	026. Construct Research Facility		
25	Bond Funds	200,000,000	-0-
26	Restricted Funds	50,000,000	-0-
27	TOTAL	250,000,000	-0-

1	027. Improve UK HealthCare Facilities - UK Chandler Hospital		
2	Restricted Funds	250,000,000	-0-
3	028. Facilities Renewal and Modernization		
4	Agency Bonds	125,000,000	-0-
5	Restricted Funds	125,000,000	-0-
6	TOTAL	250,000,000	-0-
7	029. Construct/Improve Parking Facility 1		
8	Restricted Funds	125,000,000	-0-
9	Other Funds	125,000,000	-0-
10	TOTAL	250,000,000	-0-
11	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
12	030. Construct/Improve Academic/Research Facility 2		
13	Restricted Funds	250,000,000	-0-
14	031. Construct/Improve Academic/Research Facility 1		
15	Restricted Funds	250,000,000	-0-
16	032. Expand UK HealthCare IT Systems		
17	Restricted Funds	200,000,000	-0-
18	033. Improve Utilities Infrastructure UK St. Claire		
19	Restricted Funds	100,000,000	-0-
20	Other Funds	100,000,000	-0-
21	TOTAL	200,000,000	-0-
22	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
23	034. Improve Parking/Transportation Systems UK St. Claire		
24	Restricted Funds	100,000,000	-0-
25	Other Funds	100,000,000	-0-
26	TOTAL	200,000,000	-0-
27	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		

1	035. Construct/Improve Medical/Administrative Facility 9		
2	Other Funds	100,000,000	-0-
3	Restricted Funds	100,000,000	-0-
4	TOTAL	200,000,000	-0-
5	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
6	036. Construct/Improve Parking/Transportation System Hamburg		
7	Other Funds	200,000,000	-0-
8	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
9	037. Improve Utilities Infrastructure UK King's Daughters		
10	Restricted Funds	100,000,000	-0-
11	Other Funds	100,000,000	-0-
12	TOTAL	200,000,000	-0-
13	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
14	038. Improve UK King's Daughters Medical Campus		
15	Restricted Funds	200,000,000	-0-
16	039. Improve Parking/Transportation Systems UK HealthCare		
17	Other Funds	200,000,000	-0-
18	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
19	040. Implement Land Use Plan 1		
20	Restricted Funds	200,000,000	-0-
21	041. Construct Recreation/Wellness Center		
22	Other Funds	100,000,000	-0-
23	Restricted Funds	100,000,000	-0-
24	TOTAL	200,000,000	-0-
25	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
26	042. Construct/Improve Club Area - Kroger Field		
27	Restricted Funds	100,000,000	-0-

1	Other Funds	100,000,000	-0-
2	TOTAL	200,000,000	-0-
3	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
4	043. Construct Digital Village Building 3		
5	Restricted Funds	95,000,000	-0-
6	Other Funds	95,000,000	-0-
7	TOTAL	190,000,000	-0-
8	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
9	044. Construct/Improve UK St. Claire Main Campus		
10	Restricted Funds	150,000,000	-0-
11	045. Acquire/Improve Medical/Administrative Facility 5		
12	Restricted Funds	150,000,000	-0-
13	046. Construct Cancer/Ambulatory Facility Phase 3		
14	Restricted Funds	150,000,000	-0-
15	047. Implement Land Use Plan 2		
16	Restricted Funds	150,000,000	-0-
17	048. Acquire E&G Enterprise 2		
18	Restricted Funds	150,000,000	-0-
19	049. Acquire E&G Enterprise 1		
20	Restricted Funds	150,000,000	-0-
21	050. Construct Hotel/Conference Center		
22	Other Funds	150,000,000	-0-
23	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
24	051. Construct/Improve Wildcat Coal Lodge		
25	Restricted Funds	75,000,000	-0-
26	Other Funds	75,000,000	-0-
27	TOTAL	150,000,000	-0-

1	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
2	052. Construct/Improve Academic/Administrative Facility 2		
3	Restricted Funds	150,000,000	-0-
4	053. Construct/Improve Academic/Administrative Facility 1		
5	Restricted Funds	150,000,000	-0-
6	054. Construct West End Zone Club Space Additional Reauthorization		
7	(\$50,000,000 Other Funds)		
8	Restricted Funds	100,000,000	-0-
9	Other Funds	50,000,000	-0-
10	TOTAL	150,000,000	-0-
11	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
12	055. Improve ASTeCC Facility		
13	Restricted Funds	130,000,000	-0-
14	056. Construct/Improve Academic/Research Facility 4		
15	Restricted Funds	130,000,000	-0-
16	057. Improve Singletary Center		
17	Restricted Funds	130,000,000	-0-
18	058. Construct/Improve Dental Sciences Building		
19	Restricted Funds	130,000,000	-0-
20	059. Construct/Improve Academic/Research Facility 3		
21	Restricted Funds	125,000,000	-0-
22	060. Construct/Improve Parking Facility 2		
23	Other Funds	125,000,000	-0-
24	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
25	061. Improve Coldstream Research Campus		
26	Other Funds	60,000,000	-0-
27	Restricted Funds	60,000,000	-0-

1	TOTAL	120,000,000	-0-
2	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
3	062. Construct Agriculture Federal Research Facility I		
4	Federal Funds	108,000,000	-0-
5	063. Improve State Street Medical Facilities		
6	Restricted Funds	100,000,000	-0-
7	064. Improve Site/Civil Infrastructure UK King's Daughters		
8	Restricted Funds	100,000,000	-0-
9	065. Improve Building Systems UK King's Daughters		
10	Restricted Funds	100,000,000	-0-
11	066. Construct/Improve Building Systems Hamburg		
12	Restricted Funds	100,000,000	-0-
13	067. Acquire/Improve Service Core Systems UK King's Daughters		
14	Restricted Funds	100,000,000	-0-
15	068. Improve Parking/Transportation Systems UK King's Daughters		
16	Restricted Funds	100,000,000	-0-
17	069. Improve Clinical/Ambulatory Services Facilities		
18	Restricted Funds	100,000,000	-0-
19	070. Construct/Improve Recreation Services Space 1		
20	Restricted Funds	50,000,000	-0-
21	Other Funds	50,000,000	-0-
22	TOTAL	100,000,000	-0-
23	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
24	071. Construct/Improve Research Space		
25	Restricted Funds	100,000,000	-0-
26	072. Construct/Improve Athletics Facility 1		
27	Other Funds	50,000,000	-0-

1	Restricted Funds	50,000,000	-0-
2	TOTAL	100,000,000	-0-
3	073. Improve Student Center Space 2		
4	Other Funds	50,000,000	-0-
5	Restricted Funds	50,000,000	-0-
6	TOTAL	100,000,000	-0-
7	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
8	074. Construct/Improve Academic/Administrative Facility 3		
9	Restricted Funds	100,000,000	-0-
10	075. Acquire Land		
11	Restricted Funds	50,000,000	-0-
12	Agency Bonds	50,000,000	-0-
13	TOTAL	100,000,000	-0-
14	076. Improve Gatton Business and Economics Building		
15	Agency Bonds	90,000,000	-0-
16	077. Construct Equine/Horticulture Campus		
17	Restricted Funds	90,000,000	-0-
18	078. Improve Oswald Building		
19	Restricted Funds	88,500,000	-0-
20	079. Improve Chemistry/Physics Building		
21	Restricted Funds	88,000,000	-0-
22	080. Improve 4-H Camps		
23	Restricted Funds	80,000,000	-0-
24	081. Improve Fine Arts Building		
25	Restricted Funds	80,000,000	-0-
26	082. Improve King Library		
27	Restricted Funds	80,000,000	-0-

1	083. Improve Patterson Hall		
2	Restricted Funds	80,000,000	-0-
3	084. Improve Kastle Hall		
4	Restricted Funds	80,000,000	-0-
5	085. Improve Taylor Education Building		
6	Restricted Funds	80,000,000	-0-
7	086. Acquire Furnishings/Equipment UK HealthCare		
8	Restricted Funds	75,000,000	-0-
9	087. Construct/Improve Site/Civil Infrastructure Hamburg		
10	Restricted Funds	75,000,000	-0-
11	088. Construct/Improve Service Core Systems Hamburg		
12	Restricted Funds	75,000,000	-0-
13	089. Acquire/Improve Service Core Systems UK HealthCare		
14	Restricted Funds	75,000,000	-0-
15	090. Improve Markey Cancer Center Facilities		
16	Restricted Funds	75,000,000	-0-
17	091. Improve Building Systems UK HealthCare		
18	Restricted Funds	75,000,000	-0-
19	092. Acquire Equipment/Furnishings Pool - Campus		
20	Restricted Funds	75,000,000	-0-
21	093. Construct Agriculture Research Facility 3		
22	Restricted Funds	75,000,000	-0-
23	094. Construct Agriculture Research Facility 2		
24	Restricted Funds	75,000,000	-0-
25	095. Improve Center for Applied Energy Research Facilities		
26	Restricted Funds	75,000,000	-0-
27	096. Construct/Improve Academic/Administrative Facility 4		

1	Restricted Funds	75,000,000	-0-
2	097. Upgrade/Renovate/Expand Research Labs		
3	Restricted Funds	75,000,000	-0-
4	098. Improve Funkhouser Building		
5	Restricted Funds	75,000,000	-0-
6	099. Construct/Improve Alumni Center		
7	Restricted Funds	75,000,000	-0-
8	100. Construct/Improve Greek Housing		
9	Restricted Funds	36,000,000	-0-
10	Other Funds	36,000,000	-0-
11	TOTAL	72,000,000	-0-
12	101. Improve Willard Medical Education/Science Building		
13	Restricted Funds	70,000,000	-0-
14	102. Improve Lexington Theological Seminary Facilities		
15	Restricted Funds	70,000,000	-0-
16	103. Construct/Improve CAFE Farm 2		
17	Restricted Funds	60,000,000	-0-
18	104. Construct/Improve Childcare Development Facility		
19	Restricted Funds	55,000,000	-0-
20	105. Construct/Improve Administrative/Support Building		
21	Restricted Funds	55,000,000	-0-
22	106. Construct Tennis Facility		
23	Restricted Funds	27,000,000	-0-
24	Other Funds	27,000,000	-0-
25	TOTAL	54,000,000	-0-
26	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
27	107. Improve Campus Core Quadrangle Facilities		

1	Restricted Funds	54,000,000	-0-
2	108. Acquire/Improve Clinical Facility/Practice 6		
3	Restricted Funds	50,000,000	-0-
4	109. Acquire/Improve Medical/Administrative Facility 7		
5	Restricted Funds	50,000,000	-0-
6	110. Acquire/Improve Medical/Administrative Facility 6		
7	Restricted Funds	50,000,000	-0-
8	111. Improve Medical Pavilion UK St. Claire		
9	Restricted Funds	50,000,000	-0-
10	112. Improve IT/Enterprise Systems 1		
11	Restricted Funds	50,000,000	-0-
12	113. Improve Business Services Center UK St. Claire		
13	Restricted Funds	50,000,000	-0-
14	114. Acquire/Improve Service Core Systems UK St. Claire		
15	Restricted Funds	50,000,000	-0-
16	115. Improve Building Systems UK St. Claire		
17	Restricted Funds	50,000,000	-0-
18	116. Improve Site/Civil Infrastructure UK HealthCare		
19	Restricted Funds	50,000,000	-0-
20	117. Improve UK Good Samaritan Hospital Facilities		
21	Restricted Funds	50,000,000	-0-
22	118. Construct/Improve Ambulatory Care		
23	Restricted Funds	50,000,000	-0-
24	119. Construct/Improve Patient Support Facility		
25	Restricted Funds	50,000,000	-0-
26	120. Construct Agriculture Research Facility - Phase 2		
27	Restricted Funds	50,000,000	-0-

1	121. Improve Research Data Infrastructure		
2	Restricted Funds	50,000,000	-0-
3	122. Construct/Improve Academic/Administrative Facility 5		
4	Restricted Funds	50,000,000	-0-
5	123. Improve Student Services Space		
6	Restricted Funds	50,000,000	-0-
7	124. Improve Health Sciences Research Building		
8	Restricted Funds	50,000,000	-0-
9	125. Improve Angliana Facilities		
10	Restricted Funds	50,000,000	-0-
11	126. Improve Kroger Field 4		
12	Other Funds	25,000,000	-0-
13	Restricted Funds	25,000,000	-0-
14	TOTAL	50,000,000	-0-
15	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
16	127. Purchase/Construct CO2 Capture Process Plant		
17	Federal Funds	40,000,000	-0-
18	Restricted Funds	1,500,000	-0-
19	Other Funds	8,500,000	-0-
20	TOTAL	50,000,000	-0-
21	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
22	128. Improve Seaton Center		
23	Restricted Funds	50,000,000	-0-
24	129. Decommission Facilities		
25	Restricted Funds	50,000,000	-0-
26	130. Improve Kroger Field 3		
27	Restricted Funds	25,000,000	-0-

1	Other Funds	25,000,000	-0-
2	TOTAL	50,000,000	-0-
3	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
4	131. Improve Site/Civil Infrastructure		
5	Restricted Funds	50,000,000	-0-
6	132. Improve Arboretum Complex		
7	Restricted Funds	50,000,000	-0-
8	133. Construct/Relocate/Replace Greenhouses		
9	Restricted Funds	50,000,000	-0-
10	134. Improve Jacobs Science Building		
11	Restricted Funds	48,000,000	-0-
12	135. Improve McVey Hall		
13	Restricted Funds	48,000,000	-0-
14	136. Improve Gray Design Building		
15	Restricted Funds	45,000,000	-0-
16	137. Improve Memorial Hall		
17	Restricted Funds	45,000,000	-0-
18	138. Research Equipment Pool		
19	Restricted Funds	30,000,000	-0-
20	Federal Funds	15,000,000	-0-
21	TOTAL	45,000,000	-0-
22	139. Construct/Improve Library Depository Facility		
23	Restricted Funds	45,000,000	-0-
24	140. Lease/Purchase Enterprise Resource Planning System		
25	Restricted Funds	40,000,000	-0-
26	141. Construct/Improve Recreation Services Space 2		
27	Restricted Funds	20,000,000	-0-

1	Other Funds	20,000,000	-0-
2	TOTAL	40,000,000	-0-
3	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
4	142. Construct/Improve Student Success/Academic Facility 1		
5	Restricted Funds	40,000,000	-0-
6	143. Improve Building Shell Systems		
7	Restricted Funds	40,000,000	-0-
8	144. Construct Teaching Pavilion		
9	Restricted Funds	38,000,000	-0-
10	145. Improve Academic Technical Building		
11	Restricted Funds	35,000,000	-0-
12	146. Improve Whalen Building and Bay Facility (Ky Adv Mfg)		
13	Restricted Funds	35,000,000	-0-
14	147. Construct Improve Recreation Quad		
15	Restricted Funds	35,000,000	-0-
16	148. Construct Support Services Building		
17	Restricted Funds	35,000,000	-0-
18	149. Improve Moloney Building		
19	Restricted Funds	35,000,000	-0-
20	150. Improve Building Mechanical Systems		
21	Restricted Funds	35,000,000	-0-
22	151. Expand KGS Well Sample and Core Repository		
23	Restricted Funds	35,000,000	-0-
24	152. Lease/Purchase Medical Facility/Practice 6		
25	Restricted Funds	30,000,000	-0-
26	153. Lease/Purchase Medical Facility/Practice 5		
27	Restricted Funds	30,000,000	-0-

1	154. Lease/Purchase Medical Facility/Practice 4		
2	Restricted Funds	30,000,000	-0-
3	155. Lease/Purchase Medical Facility/Practice 3		
4	Restricted Funds	30,000,000	-0-
5	156. Lease/Purchase Medical Facility/Practice 2		
6	Restricted Funds	30,000,000	-0-
7	157. Lease/Purchase Medical Facility/Practice 1		
8	Restricted Funds	30,000,000	-0-
9	158. Improve Medical Facility 9		
10	Restricted Funds	30,000,000	-0-
11	159. Improve Medical Facility 6		
12	Restricted Funds	30,000,000	-0-
13	160. Improve Medical Facility 5		
14	Restricted Funds	30,000,000	-0-
15	161. Improve Medical Facility 4		
16	Restricted Funds	30,000,000	-0-
17	162. Improve Medical Facility 8		
18	Restricted Funds	30,000,000	-0-
19	163. Improve Medical Facility 18		
20	Restricted Funds	30,000,000	-0-
21	164. Improve Medical Facility 17		
22	Restricted Funds	30,000,000	-0-
23	165. Improve Medical Facility 16		
24	Restricted Funds	30,000,000	-0-
25	166. Improve Medical Facility 15		
26	Restricted Funds	30,000,000	-0-
27	167. Improve Medical Facility 14		

1	Restricted Funds	30,000,000	-0-
2	168. Improve Medical Facility 13		
3	Restricted Funds	30,000,000	-0-
4	169. Improve Medical Facility 12		
5	Restricted Funds	30,000,000	-0-
6	170. Improve Medical Facility 11		
7	Restricted Funds	30,000,000	-0-
8	171. Improve Medical Facility 10		
9	Restricted Funds	30,000,000	-0-
10	172. Improve Medical Facility 7		
11	Restricted Funds	30,000,000	-0-
12	173. Improve Stuckert Career Center		
13	Restricted Funds	30,000,000	-0-
14	174. Construct/Improve CAFE Farm 1		
15	Restricted Funds	30,000,000	-0-
16	175. Improve Enterprise Networking 1		
17	Restricted Funds	30,000,000	-0-
18	176. Improve Electrical Infrastructure		
19	Restricted Funds	28,000,000	-0-
20	177. Improve Library Facility		
21	Restricted Funds	27,000,000	-0-
22	178. Improve Mechanical Infrastructure		
23	Restricted Funds	26,000,000	-0-
24	179. Improve IT/Enterprise Systems 3		
25	Restricted Funds	25,000,000	-0-
26	180. Improve IT/Enterprise Systems 2		
27	Restricted Funds	25,000,000	-0-

1	181. Acquire/Improve Clinical Facility/Practice 5		
2	Restricted Funds	25,000,000	-0-
3	182. Acquire/Improve Clinical Facility/Practice 4		
4	Restricted Funds	25,000,000	-0-
5	183. Acquire/Improve Clinical Facility/Practice 3		
6	Restricted Funds	25,000,000	-0-
7	184. Acquire/Improve Clinical Facility/Practice 2		
8	Restricted Funds	25,000,000	-0-
9	185. Acquire/Improve Clinical Facility/Practice 1		
10	Restricted Funds	25,000,000	-0-
11	186. Implement Patient Communication System		
12	Restricted Funds	25,000,000	-0-
13	187. Construct/Improve Wellness Trial		
14	Restricted Funds	25,000,000	-0-
15	188. Construct Meats/Food Development Center Phase 2		
16	Restricted Funds	25,000,000	-0-
17	189. Construct/Improve Transformative Learning Center		
18	Restricted Funds	25,000,000	-0-
19	190. Improve Peterson Service Building		
20	Restricted Funds	25,000,000	-0-
21	191. Improve Barnhart Building		
22	Restricted Funds	25,000,000	-0-
23	192. Improve Enterprise Networking 2		
24	Restricted Funds	25,000,000	-0-
25	193. Lease/Purchase Enterprise IT Systems		
26	Restricted Funds	25,000,000	-0-
27	194. Improve Student Center Space 3		

1	Restricted Funds	25,000,000	-0-
2	195. Improve W.T. Young Facility		
3	Restricted Funds	25,000,000	-0-
4	196. Improve Critical Infrastructure Building Systems		
5	Restricted Funds	25,000,000	-0-
6	197. Improve Life Safety		
7	Restricted Funds	25,000,000	-0-
8	198. Improve Campus Security and Safety Systems		
9	Restricted Funds	20,000,000	-0-
10	199. Improve Health Park UK King's Daughters		
11	Restricted Funds	20,000,000	-0-
12	200. Improve Site/Civil Infrastructure UK St. Claire		
13	Restricted Funds	20,000,000	-0-
14	201. Improve Medical Pavilion UK King's Daughters		
15	Restricted Funds	20,000,000	-0-
16	202. Construct UK HealthCare Medical Transport Facility		
17	Restricted Funds	20,000,000	-0-
18	203. Improve Campus Security and Safety		
19	Restricted Funds	20,000,000	-0-
20	204. Acquire/Improve Data/Infrastructure Systems		
21	Restricted Funds	20,000,000	-0-
22	205. Construct/Improve Recreation/Services Space 3		
23	Restricted Funds	10,000,000	-0-
24	Other Funds	10,000,000	-0-
25	TOTAL	20,000,000	-0-
26	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
27	206. Construct/Improve Academic/Administrative Facility 2 Design		

1	Restricted Funds	20,000,000	-0-
2	207. Construct/Improve Academic/Administrative Facility 1 Design		
3	Restricted Funds	20,000,000	-0-
4	208. Lease/Purchase Campus IT System		
5	Restricted Funds	20,000,000	-0-
6	209. Construct/Improve Machine Lab		
7	Restricted Funds	20,000,000	-0-
8	210. Improve White Hall Classroom Building		
9	Restricted Funds	20,000,000	-0-
10	211. Improve Athletics Facility 2		
11	Restricted Funds	20,000,000	-0-
12	212. Acquire/Improve IT Systems/Infrastructure		
13	Restricted Funds	20,000,000	-0-
14	213. Improve Academic Facility		
15	Restricted Funds	20,000,000	-0-
16	214. Lease/Purchase Enterprise Network Security		
17	Restricted Funds	20,000,000	-0-
18	215. Construct Police Facilities		
19	Restricted Funds	20,000,000	-0-
20	216. Acquire/Improve Service Core Systems		
21	Restricted Funds	20,000,000	-0-
22	217. Improve Hilary J. Boone Center		
23	Restricted Funds	18,000,000	-0-
24	218. Improve Lancaster Aquatic Center 1		
25	Restricted Funds	17,000,000	-0-
26	219. Improve Medical Center Library		
27	Restricted Funds	17,000,000	-0-

1	220. Construct/Improve Student Success/Academic Facility 2		
2	Restricted Funds	15,000,000	-0-
3	221. Construct/Improve UK HealthCare Hamburg Facilities		
4	Restricted Funds	15,000,000	-0-
5	222. Acquire Data Center and Networking Hardware UK HealthCare		
6	Restricted Funds	15,000,000	-0-
7	223. Construct Improve Academic/Administrative Facility 3 Design		
8	Restricted Funds	15,000,000	-0-
9	224. Improve Boone Tennis Center		
10	Restricted Funds	15,000,000	-0-
11	225. Construct/Improve Athletics Facility 2		
12	Restricted Funds	15,000,000	-0-
13	226. Acquire Equipment/Furnishings Pool		
14	Restricted Funds	15,000,000	-0-
15	227. Improve Spindletop Hall Facilities		
16	Restricted Funds	15,000,000	-0-
17	228. Construct/Fit-up Retail Space		
18	Restricted Funds	10,000,000	-0-
19	Other Funds	5,000,000	-0-
20	TOTAL	15,000,000	-0-
21	229. Improve Athletics Facility 3		
22	Restricted Funds	15,000,000	-0-
23	230. Improve Multi-disciplinary Science Building		
24	Restricted Funds	15,000,000	-0-
25	231. Lease/Purchase High Performance Computer		
26	Restricted Funds	15,000,000	-0-
27	232. Improve CAFE Motor Pool Building		

1	Restricted Funds	14,000,000	-0-
2	233. Construct Agriculture Federal Research Facility II		
3	Federal Funds	14,000,000	-0-
4	234. Construct Metal Arts/Digital Media Building		
5	Restricted Funds	14,000,000	-0-
6	235. Improve Baseball Facility Phase II		
7	Restricted Funds	14,000,000	-0-
8	236. Improve Patterson Office Tower		
9	Restricted Funds	12,000,000	-0-
10	237. Improve University Storage Facility 1		
11	Restricted Funds	12,000,000	-0-
12	238. Acquire/Improve Clinical/Research Facility		
13	Restricted Funds	11,000,000	-0-
14	239. Acquire Telemedicine/Virtual Intensive Care Unit		
15	Restricted Funds	10,000,000	-0-
16	240. Renovate/Improve Nursing Units UK HealthCare		
17	Restricted Funds	10,000,000	-0-
18	241. Construct/Improve Academic/Administrative Facility 4 Design		
19	Restricted Funds	10,000,000	-0-
20	242. Improve Parking Structure 2 Enterprise Data Center		
21	Restricted Funds	10,000,000	-0-
22	243. Improve University Storage Facility 2		
23	Restricted Funds	10,000,000	-0-
24	244. Improve Soccer/Softball Facility		
25	Restricted Funds	10,000,000	-0-
26	245. Improve Campus Infrastructure		
27	Restricted Funds	10,000,000	-0-

1	246. Improve Fume Hood Systems		
2	Restricted Funds	10,000,000	-0-
3	247. Improve Scovell Hall		
4	Restricted Funds	10,000,000	-0-
5	248. Improve Lancaster Aquatic Center 2		
6	Restricted Funds	10,000,000	-0-
7	249. Lease/Purchase Enterprise Infrastructure		
8	Restricted Funds	10,000,000	-0-
9	250. Improve Enterprise Cable Infrastructure		
10	Restricted Funds	10,000,000	-0-
11	251. Improve Senior Center		
12	Restricted Funds	10,000,000	-0-
13	252. Construct/Improve Gymnastics Practice Facility		
14	Restricted Funds	10,000,000	-0-
15	253. Improve Memorial Coliseum		
16	Restricted Funds	10,000,000	-0-
17	254. Improve Athletics Facility 4		
18	Restricted Funds	10,000,000	-0-
19	255. Improve Pence Hall		
20	Restricted Funds	10,000,000	-0-
21	256. Improve DLAR Facilities		
22	Restricted Funds	10,000,000	-0-
23	257. Improve Building Electrical Systems		
24	Restricted Funds	10,000,000	-0-
25	258. ADA Compliance Pool		
26	Restricted Funds	10,000,000	-0-
27	259. Improve Kroger Field 1 Additional Reauthorization (\$15,000,000 Other		

1	Funds)		
2	Restricted Funds	10,000,000	-0-
3	260. Improve Anderson Tower		
4	Restricted Funds	9,000,000	-0-
5	261. Improve Mineral Industries Building		
6	Restricted Funds	9,000,000	-0-
7	262. Improve Carnahan House		
8	Restricted Funds	8,000,000	-0-
9	263. Acquire/Improve Golf Facility		
10	Restricted Funds	8,000,000	-0-
11	264. Construct/Improve Academic/Administrative Facility 5 Design		
12	Restricted Funds	7,500,000	-0-
13	265. Improve Medical Plaza		
14	Restricted Funds	7,000,000	-0-
15	266. Improve Nutter Training Facility		
16	Restricted Funds	7,000,000	-0-
17	267. Lease/Purchase Enterprise Voice Infrastructure		
18	Restricted Funds	7,000,000	-0-
19	268. Renovate Space for a Testing Center		
20	Restricted Funds	7,000,000	-0-
21	269. Improve Nurse Building		
22	Restricted Funds	7,000,000	-0-
23	270. Lease/Purchase Enterprise Call Center System		
24	Restricted Funds	7,000,000	-0-
25	271. Improve Medical Behavioral Science Building		
26	Restricted Funds	6,000,000	-0-
27	272. Improve Athletics Facility 6		

1	Restricted Funds	6,000,000	-0-
2	273. Improve Athletics Facility 5		
3	Restricted Funds	6,000,000	-0-
4	274. Improve Joe Craft Center		
5	Restricted Funds	6,000,000	-0-
6	275. Improve Joe Craft Football Practice Facility		
7	Other Funds	3,000,000	-0-
8	Restricted Funds	3,000,000	-0-
9	TOTAL	6,000,000	-0-
10	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
11	276. Improve Cooper House		
12	Restricted Funds	6,000,000	-0-
13	277. Acquire Data Center and Networking Hardware UK St. Claire		
14	Restricted Funds	5,000,000	-0-
15	278. Acquire Data Center and Networking Hardware UK King's Daughters		
16	Restricted Funds	5,000,000	-0-
17	279. Construct/Improve/Recreational Playing Surfaces		
18	Restricted Funds	5,000,000	-0-
19	280. Construct Athletics Hall of Fame		
20	Restricted Funds	5,000,000	-0-
21	281. Improve Sturgill Development Building		
22	Restricted Funds	4,000,000	-0-
23	282. Replace Basketball Playing Floors		
24	Restricted Funds	3,000,000	-0-
25	283. Improve Athletics Facility 7		
26	Restricted Funds	3,000,000	-0-
27	284. Acquire Transportation Buses		

1	Restricted Funds	3,000,000	-0-
2	285. Improve Indoor/Outdoor Track		
3	Restricted Funds	3,000,000	-0-
4	286. Construct Cross County Trail		
5	Restricted Funds	3,000,000	-0-
6	287. Construct/Improve Athletics Surfaces 2		
7	Restricted Funds	3,000,000	-0-
8	288. Construct/Improve Athletics Surfaces 1		
9	Restricted Funds	3,000,000	-0-
10	289. Guaranteed Energy Savings Performance Contracts - UK HealthCare		
11	290. Guaranteed Energy Savings Performance Contracts		
12	291. Construct/Improve Medical/Administrative Facility 3 Reauthorization		
13	(\$800,000,000 Agency Bonds)		
14	292. Asset Preservation Pool - 2024-2026 Reauthorization (\$30,862,000 Agency		
15	Bonds)		
16	293. Construct Academic Building Reauthorization (\$149,000,000 Restricted		
17	Funds)		
18	294. Construct/Improve Medical/Administrative Facility 1 Reauthorization		
19	(\$300,000,000 Restricted Funds, \$500,000,000 Other Funds)		
20	(1) Authorization: The above authorization is approved pursuant KRS 45.763		
21	295. Construct Health Education Building Reauthorization (\$50,000,000 Agency		
22	Bonds)		
23	296. Lease - Off-Campus 1		
24	297. Lease - Off-Campus 3		
25	298. Lease - Off-Campus 4		
26	299. Lease - Off-Campus 5		
27	300. Lease - Off-Campus 6		

- 1 **301.** Lease - Off-Campus 7
- 2 **302.** Lease - Off-Campus 11
- 3 **303.** Lease - Off-Campus 12
- 4 **304.** Lease - Off-Campus 13
- 5 **305.** Lease - Off-Campus 14
- 6 **306.** Lease - Off-Campus 15
- 7 **307.** Lease - Off-Campus 16
- 8 **308.** Lease - Off-Campus 17
- 9 **309.** Lease - Off-Campus 18
- 10 **310.** Lease - Off-Campus 19
- 11 **311.** Lease - Off-Campus 20
- 12 **312.** Lease - Off-Campus 21
- 13 **313.** Lease - Off-Campus 22
- 14 **314.** Lease - Off-Campus 23
- 15 **315.** Lease - Off-Campus 24
- 16 **316.** Lease - Off-Campus 25
- 17 **317.** Lease - Off-Campus 26
- 18 **318.** Lease - Off-Campus Housing 1
- 19 **319.** Lease - Off-Campus Housing 2
- 20 **320.** Lease - Health Science Colleges 1
- 21 **321.** Lease - Health Science Colleges 2
- 22 **322.** Lease - Health Science Colleges 3
- 23 **323.** Lease - Off-Campus Athletics 1
- 24 **324.** Lease - Off-Campus Athletics 2
- 25 **325.** Lease - Health Affairs Office 3
- 26 **326.** Lease - Health Affairs Office 4
- 27 **327.** Lease - Health Affairs Office 10

- 1 **328.** Lease - Health Affairs Office 12
- 2 **329.** Lease - Health Affairs Office 14
- 3 **330.** Lease - Health Affairs Office 15
- 4 **331.** Lease - Health Affairs Office 18
- 5 **332.** Lease - Health Affairs Office 19
- 6 **333.** Lease - Health Affairs Office 20
- 7 **334.** Lease - Health Affairs Office 21
- 8 **335.** Lease - Health Affairs Office 22
- 9 **336.** Lease - Health Affairs Office 24
- 10 **337.** Lease - UK HealthCare Off-Campus Facility 2
- 11 **338.** Lease - UK HealthCare Off-Campus Facility 3
- 12 **339.** Lease - UK HealthCare Off-Campus Facility 5
- 13 **340.** Lease - UK HealthCare Off-Campus Facility 12
- 14 **341.** Lease - UK HealthCare Off-Campus Facility 13
- 15 **342.** Lease - UK HealthCare Off-Campus Facility 14
- 16 **343.** Lease - UK HealthCare Off-Campus Facility 15
- 17 **344.** Lease - UK HealthCare Off-Campus Facility 16
- 18 **345.** Lease - UK HealthCare Off-Campus Facility 17
- 19 **346.** Lease - UK HealthCare Off-Campus Facility 18
- 20 **347.** Lease - UK HealthCare Off-Campus Facility 19
- 21 **348.** Lease - UK HealthCare Off-Campus Facility 20
- 22 **349.** Lease - UK HealthCare Off-Campus Facility 21
- 23 **350.** Lease - UK HealthCare Off-Campus Facility 22
- 24 **351.** Lease - UK HealthCare Off-Campus Facility 23
- 25 **352.** Lease - UK HealthCare Off-Campus Facility 24
- 26 **353.** Lease - UK HealthCare Off-Campus Facility 25
- 27 **354.** Lease - UK HealthCare Off-Campus Facility 26

- 1 **355.** Lease - UK HealthCare Off-Campus Facility 27
- 2 **356.** Lease - UK HealthCare Off-Campus Facility 28
- 3 **357.** Lease - UK HealthCare Off-Campus Facility 29
- 4 **358.** Lease - UK HealthCare Off-Campus Facility 30
- 5 **359.** Lease - UK HealthCare Off-Campus Facility 31
- 6 **360.** Lease - UK HealthCare Off-Campus Facility 32
- 7 **361.** Lease - UK HealthCare Off-Campus Facility 33
- 8 **362.** Lease - Off-Campus 2
- 9 **363.** Lease - Off-Campus 11
- 10 **364.** Lease - College of Medicine 1
- 11 **365.** Lease - College of Medicine 2
- 12 **366.** Lease - Health Affairs Office 1
- 13 **367.** Lease - Health Affairs Office 2
- 14 **368.** Lease - Health Affairs Office 5
- 15 **369.** Lease - Health Affairs Office 6
- 16 **370.** Lease - Health Affairs Office 7
- 17 **371.** Lease - Health Affairs Office 8
- 18 **372.** Lease - Health Affairs Office 9
- 19 **373.** Lease - Health Affairs Office 11
- 20 **374.** Lease - Health Affairs Office 13
- 21 **375.** Lease - Health Affairs Office 16
- 22 **376.** Lease - Health Affairs Office 17
- 23 **377.** Lease - Health Affairs Office 23
- 24 **378.** Lease - UK HealthCare Off-Campus Facility 1
- 25 **379.** Lease - UK HealthCare Off-Campus Facility 4
- 26 **380.** Lease - UK HealthCare Off-Campus Facility 6
- 27 **381.** Lease - UK HealthCare Off-Campus Facility 7

- 1 **382.** Lease - UK HealthCare Off-Campus Facility 8
- 2 **383.** Lease - UK HealthCare Off-Campus Facility 9
- 3 **384.** Lease - UK HealthCare Off-Campus Facility 10
- 4 **385.** Lease - UK HealthCare Off-Campus Facility 11
- 5 **386.** Lease - Off-Campus 8
- 6 **387.** Lease - Off-Campus 9
- 7 **388.** Lease - Off-Campus 10
- 8 **389.** Lease - UK HealthCare - Royal Blue Health 1
- 9 **390.** Lease - UK HealthCare - Royal Blue Health 2
- 10 **391.** Lease - UK HealthCare - Royal Blue Health 3
- 11 **392.** Lease - UK HealthCare - Royal Blue Health 4
- 12 **393.** Lease - UK HealthCare - Royal Blue Health 6
- 13 **394.** Lease - UK HealthCare - Royal Blue Health 7
- 14 **395.** Lease - UK HealthCare - Royal Blue Health 8

15 **8. UNIVERSITY OF LOUISVILLE**

16 **001.** Purchase Residence Housing Facility

17 Agency Bonds	250,000,000	-0-
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18 **002.** Construct Resident Hall Public - Private Partnership

19 Other Funds	250,000,000	-0-
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20 **(1) Authorization:** The above authorization is approved pursuant KRS 45.763.

21 **003.** Construct Athletics Village

22 Other Funds	150,000,000	-0-
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23 **004.** Construct STEM Building

24 Bond Funds	142,000,000	-0-
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25 **005.** Improve Housing Facilities Pool

26 Agency Bonds	100,000,000	-0-
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27 **006.** Construct Medical Sciences Research Building

1	Other Funds	70,000,000	-0-
2	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
3	007. Construct Center for Bioscience		
4	Federal Funds	70,000,000	-0-
5	008. Center for Military Health/Biology		
6	Federal Funds	70,000,000	-0-
7	009. Construct Belknap Campus Parking Garage		
8	Agency Bonds	60,000,000	-0-
9	010. Construct Natatorium		
10	Other Funds	60,000,000	-0-
11	011. New Vision of Health Building Renovation and Upgrade		
12	Federal Funds	60,000,000	-0-
13	012. Cybersecurity Center with Enhanced Internet Capabilities		
14	Other Funds	50,000,000	-0-
15	Federal Funds	10,000,000	-0-
16	TOTAL	60,000,000	-0-
17	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
18	013. Build-Out 620 Garage Space		
19	Agency Bonds	50,000,000	-0-
20	014. Replace Building Mechanical, Electrical and Plumbing		
21	Other Funds	50,000,000	-0-
22	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
23	015. Structural Improvements Pool - 2026-2028		
24	Other Funds	40,000,000	-0-
25	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
26	016. Research Lab Enhancements and Repurpose Spaces		
27	Agency Bonds	30,000,000	-0-

1	017. Center for AI Excellence		
2	Other Funds	29,000,000	-0-
3	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
4	018. Expand Basketball/Lacrosse Practice Facility		
5	Other Funds	25,000,000	-0-
6	019. Renovate Cardinal Football Stadium		
7	Other Funds	25,000,000	-0-
8	020. Vivarium Equipment Replacement and Upgrade Pool - 2026-2028		
9	Agency Bonds	25,000,000	-0-
10	021. Construct Indoor Facility		
11	Other Funds	20,000,000	-0-
12	022. Purchase Land Additional Reauthorization (\$10,000,000 Agency Bonds)		
13	Other Funds	15,000,000	-0-
14	Agency Bonds	5,000,000	-0-
15	TOTAL	20,000,000	-0-
16	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
17	023. Expand Patterson Stadium/Construct Indoor Facility		
18	Other Funds	20,000,000	-0-
19	024. Expand Ulmer Stadium/Construct Indoor Facility		
20	Other Funds	15,000,000	-0-
21	025. Precision Medicine Research Center		
22	Agency Bonds	14,000,000	-0-
23	026. Construct Kentucky Center for Precision Medicine		
24	Federal Funds	12,500,000	-0-
25	027. Workday FI Enhancements		
26	Other Funds	10,000,000	-0-
27	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		

1	028. Research Computing Infrastructure Enhancements		
2	Other Funds	10,000,000	-0-
3	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
4	029. Content Management System Enhancements		
5	Other Funds	10,000,000	-0-
6	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
7	030. Renovate L&N Arena		
8	Other Funds	10,000,000	-0-
9	031. Update, Replace Technology in Athletic Venues		
10	Other Funds	10,000,000	-0-
11	032. Green Health Sciences Center Courtyard		
12	Other Funds	10,000,000	-0-
13	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
14	033. Campus Code Improvement Pool - 2026-2028		
15	Other Funds	10,000,000	-0-
16	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
17	034. Replace Cardinal Stadium Seats		
18	Other Funds	10,000,000	-0-
19	035. Renovate Exterior Envelope Replacement - 55A Additional Reauthorization		
20	(\$20,000,000 Agency Bonds)		
21	Agency Bonds	10,000,000	-0-
22	036. Renovate Cardinal Park		
23	Other Funds	10,000,000	-0-
24	037. Expand and Renovate Wright Natatorium		
25	Other Funds	10,000,000	-0-
26	038. Capital Renewal for Athletic Venues		
27	Other Funds	10,000,000	-0-

1	039. Expand and Renovate Marshall Center Complex		
2	Other Funds	10,000,000	-0-
3	040. Replace Electronic Video Boards		
4	Other Funds	10,000,000	-0-
5	041. Construct Defense Supply Chain Security System		
6	Federal Funds	10,000,000	-0-
7	042. Kentucky Center for Precision Medicine Data and Analytical Systems		
8	Federal Funds	9,326,000	-0-
9	043. Kentucky Center for Precision Medicine Equipment		
10	Federal Funds	8,000,000	-0-
11	044. Renovate Cardinal Stadium Club		
12	Other Funds	7,500,000	-0-
13	045. Construct Athletics Office Building		
14	Other Funds	7,500,000	-0-
15	046. Replace Seats in Athletic Venues		
16	Other Funds	7,000,000	-0-
17	047. Purchase Network System Enhancements		
18	Other Funds	6,000,000	-0-
19	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
20	048. Renovate and Update Student/Athlete Dormitory		
21	Other Funds	6,000,000	-0-
22	049. Demolition of Resident Halls		
23	Agency Bonds	6,000,000	-0-
24	050. Security and Firewall System Enhancements		
25	Other Funds	5,000,000	-0-
26	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
27	051. Computer Processing and Storage Enhancements		

1	Other Funds	5,000,000	-0-
2	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
3	052. Expand and Renovate Tailgate Space		
4	Other Funds	5,000,000	-0-
5	053. Expand and Renovate Athletic Parking Lots		
6	Other Funds	5,000,000	-0-
7	054. ADA Building Upgrade Pool - 2026-2028		
8	Other Funds	2,000,000	-0-
9	Agency Bonds	3,000,000	-0-
10	TOTAL	5,000,000	-0-
11	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
12	055. Renovate Gross Anatomy Lab		
13	Other Funds	5,000,000	-0-
14	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
15	056. Demolish and Construct Golf Maintenance/Chemical Building		
16	Other Funds	5,000,000	-0-
17	057. Renovate Bass Rudd Tennis Center		
18	Other Funds	5,000,000	-0-
19	058. Construct Practice Bubble		
20	Other Funds	5,000,000	-0-
21	059. Renovate Lynn Soccer Stadium		
22	Other Funds	5,000,000	-0-
23	060. Renovate Trager Football Practice Facility		
24	Other Funds	5,000,000	-0-
25	061. Renovate Patterson Baseball Stadium		
26	Other Funds	5,000,000	-0-
27	062. Renovate Thornton's Academic Center		

1	Other Funds	5,000,000	-0-
2	063. Construct Athletic Grounds Building		
3	Other Funds	5,000,000	-0-
4	064. Football Practice Field Lighting		
5	Other Funds	5,000,000	-0-
6	065. Upgrade to Regional Biocontainment Laboratories		
7	Federal Funds	5,000,000	-0-
8	066. Self-Contained Internet Access Point		
9	Federal Funds	5,000,000	-0-
10	067. Construct Exit Ramp at Chestnut Street Garage		
11	Other Funds	4,000,000	-0-
12	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
13	068. Workday HR Enhancements		
14	Other Funds	4,000,000	-0-
15	069. Update and Replace Equipment in ACCN Studio		
16	Other Funds	4,000,000	-0-
17	070. Renovate and Expand ACCN Studio		
18	Other Funds	4,000,000	-0-
19	071. Renovate Garvin Brown Boathouse		
20	Other Funds	4,000,000	-0-
21	072. Renovate Parking Structures		
22	Other Funds	3,600,000	-0-
23	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
24	073. Purchase Fiber Infrastructure		
25	Other Funds	3,500,000	-0-
26	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
27	074. Signage, Wayfinding, Landscaping		

1	Other Funds	1,200,000	-0-
2	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
3	075. Expand, Replace and Maintain Grass Practice Fields		
4	Other Funds	3,000,000	-0-
5	076. Replace Fiber Pathway from ACCN Studio to Venues		
6	Other Funds	3,000,000	-0-
7	077. Renovate and Expand Lee Street Facility		
8	Other Funds	3,000,000	-0-
9	078. Renovate College of Education Academic Space Pool		
10	Other Funds	3,000,000	-0-
11	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
12	079. Renovate Golf Clubhouse - Shelby County		
13	Other Funds	3,000,000	-0-
14	080. Upgrade Plumbing and Sanitary Lines - Dental School		
15	Other Funds	2,500,000	-0-
16	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
17	081. Resurface and Repair Parking Lot		
18	Other Funds	2,500,000	-0-
19	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
20	082. Construct Belknap Stormwater Mitigation Improvements		
21	Other Funds	2,500,000	-0-
22	(1) Authorization: The above authorization is approved pursuant KRS 45.763.		
23	083. Construct Connector Speed School to Research Park Additional		
24	Reauthorization (\$10,000,000 Agency Bonds)		
25	Agency Bonds	2,400,000	-0-
26	084. Build Out Space for UofL Departments		
27	Other Funds	2,000,000	-0-

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

2 **085. Replace Artificial Turf Field V**

3	Other Funds	2,000,000	-0-
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4 **086.** Replace Artificial Turf Field IV

5	Other Funds	2,000,000	-0-
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6 **087. Renovate Interfaith Center**

7	Other Funds	1,500,000	-0-
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8 **(1) Authorization:** The above authorization is approved pursuant KRS 45.763.

9 **088. Guaranteed Energy Savings Performance Contracts**

10 **089.** Renovate College of Business Academic Space Reauthorization (\$15,000,000
11 Agency Bonds)

12 **090. Asset Preservation - 2022-2024 Reauthorization (\$8,638,000 Agency Bonds)**

13 **091. Construct Resident Hall Reauthorization (\$80,000,000 Agency Bonds)**

14 **092.** Construct Health Sciences Simulation Center and Collaboration Hub
15 Reauthorization (\$20,000,000 Agency Bonds)

16 **093.** Construct Student Commons and Recreational Fields Reauthorization
17 (\$12,000,000 Agency Bonds)

18 **094.** Modernize Steam and Chill Water Plant Reauthorization (\$40,000,000
19 Agency Bonds)

20 **095. Lease - Medical Center One**

21 **096. Lease - Nucleus 1 Building**

22 **097. Lease - University Pointe**

23 **098. Lease - Cardinal Towne**

24 **099.** Lease - The Nine at Louisville

25 **100. Lease - Province Apartments**

26 **101. Lease - Trager Institute**

27 **102.** Lease - 1212 S. 4th Street, Louisville, KY

- 1 **103.** Lease - Liberty Green Community Center
- 2 **104.** Lease - West Kentucky Community and Technical College
- 3 **105.** Lease - Denny Crum Hall
- 4 **106.** Lease - Soccer Stadium
- 5 **107.** Lease - Founders Square
- 6 **108.** Lease - Rowan Building - A&S Fine Arts
- 7 **109.** Lease - Academic Space 1
- 8 **110.** Lease - Academic Space 2
- 9 **111.** Lease - Arthur Street - Tafel Building
- 10 **112.** Lease - Athletic/Student Dormitory
- 11 **113.** Lease - Housing Facilities
- 12 **114.** Lease - Housing 1
- 13 **115.** Lease - Housing 2
- 14 **116.** Lease - Housing 3
- 15 **117.** Lease – Housing 4
- 16 **118.** Lease - Jefferson County - Clinic Space - State of Kentucky
- 17 **119.** Lease - Jefferson County - Clinic Space 1
- 18 **120.** Lease - Jefferson County - Clinic Space 1
- 19 **121.** Lease - Jefferson County - Clinic Space 3
- 20 **122.** Lease - Jefferson County - Office Space 1
- 21 **123.** Lease - Jefferson County - Office Space 2
- 22 **124.** Lease - Jefferson County - Office Space 3
- 23 **125.** Lease - Jefferson County - Office Space 4
- 24 **126.** Lease - Medical Center One
- 25 **127.** Lease - Nucleus 1 Building 2
- 26 **128.** Lease - Support Space 1
- 27 **9. WESTERN KENTUCKY UNIVERSITY**

1	001. Residential Halls Public-Private Partnership		
2	Other Funds	350,000,000	-0-
3	(1) Authorization: The above authorization is approved pursuant to KRS 45.763		
4	and KRS 45A.077.		
5	002. Asset Preservation Pool - 2026-2028		
6	Bond Funds	100,000,000	-0-
7	003. Acquire Furniture, Fixtures, and Equipment - Media		
8	Restricted Funds	20,000,000	-0-
9	004. Renovate Center for Research and Development Phase I		
10	Restricted Funds	6,000,000	-0-
11	Other Funds	6,000,000	-0-
12	TOTAL	12,000,000	-0-
13	005. Renovate Space for Exercise Science Program		
14	Restricted Funds	10,000,000	-0-
15	006. Renovate and Expand Clinical Education Complex		
16	Other Funds	10,000,000	-0-
17	007. Remove and Replace Student Housing at Farm		
18	Other Funds	10,000,000	-0-
19	008. Add Club Seating at Diddle Arena		
20	Other Funds	10,000,000	-0-
21	009. Acquire Fixtures, Furniture, and Equipment - College of Health and Human		
22	Services		
23	Restricted Funds	8,000,000	-0-
24	010. Expand Track and Field Facilities		
25	Other Funds	6,500,000	-0-
26	011. Renovate South Campus		
27	Restricted Funds	6,000,000	-0-

1	012. Construct Baseball Grandstand		
2	Other Funds	6,000,000	-0-
3	013. Acquire, Furniture, Fixtures, and Equipment Diddle Arena		
4	Other Funds	5,000,000	-0-
5	014. Construct South Plaza		
6	Other Funds	5,000,000	-0-
7	015. Acquire Fixtures, Furniture, and Equipment Pool		
8	Restricted Funds	5,000,000	-0-
9	016. Upgrade Softball Facilities and Field		
10	Other Funds	2,000,000	-0-
11	Restricted Funds	2,000,000	-0-
12	TOTAL	4,000,000	-0-
13	017. Renovate Owensboro Campus for the Certified Registered Nurse Anesthetist		
14	(CRNA) Program		
15	Restricted Funds	3,000,000	-0-
16	018. Renovate Medical Center Health Complex for the Certified Registered Nurse		
17	Anesthetist (CRNA) Program		
18	Restricted Funds	3,000,000	-0-
19	019. Purchase Property/Parking and Street Improvements		
20	Restricted Funds	3,000,000	-0-
21	020. Purchase Property for Campus Expansion		
22	Restricted Funds	3,000,000	-0-
23	021. Renovate State/Normal Street Properties		
24	Restricted Funds	2,000,000	-0-
25	022. Construct Parking Structure IV Reauthorization (\$35,000,000 Agency Bonds)		
26	023. Guaranteed Energy Savings Performance Contracts		
27	024. Lease - Alumni Center		

1	025.	Lease - Parking Garage		
2	026.	Lease - Nursing/Physical Therapy		
3	10.	KENTUCKY COMMUNITY AND TECHNICAL COLLEGE SYSTEM		
4	001.	Re-entry Campus - Northpoint Training Center		
5		Bond Funds	31,000,000	11,000,000
6	002.	Renovate Leestown Building A - Bluegrass CTC		
7		Bond Funds	21,000,000	-0-
8	003.	Upgrade Prestonsburg Campus Buildings - Big Sandy CTC		
9		Bond Funds	7,400,000	-0-
10	004.	Property Acquisition Pool - Fire Commission		
11		Restricted Funds	5,000,000	-0-
12	005.	KCTCS Property Acquisition Pool - 2026-2028		
13		Restricted Funds	5,000,000	-0-
14	006.	KCTCS Equipment Pool - 2026-2028		
15		Restricted Funds	2,500,000	-0-
16		Federal Funds	2,500,000	-0-
17		TOTAL	5,000,000	-0-
18	007.	Renovate Mayo Campus - Big Sandy CTC		
19		Bond Funds	4,500,000	-0-
20	008.	Construct District 4 Training Space - Fire Commission		
21		Restricted Funds	4,200,000	-0-
22	009.	Construct District 5 Training Space - Fire Commission		
23		Restricted Funds	4,200,000	-0-
24	010.	Acquire Harrison County ATC - Maysville CTC		
25		Restricted Funds	4,000,000	-0-
26	011.	Construct District 14 Storage Space - Fire Commission		
27		Restricted Funds	3,400,000	-0-

1	012. Procure Training Equipment - Fire Commission		
2	Restricted Funds	2,000,000	-0-
3	013. Exterior Signage - West Kentucky CTC		
4	Restricted Funds	1,200,000	-0-
5	014. Renovate Broadway Building Façade - Jefferson CTC		
6	Restricted Funds	1,200,000	-0-
7	015. Construct Multicultural Center Atrium Enclosure - Jefferson CTC		
8	Reauthorization (\$3,000,000 Restricted Funds)		
9	016. Asset Preservation Pool - 2022-2024 Reauthorization (\$26,890,000 Restricted		
10	Funds)		
11	017. Lease - Jefferson CTC - Bullitt County Campus		
12	018. Lease - Jefferson CTC - Jefferson Education Center		

K. PUBLIC PROTECTION CABINET

14	Budget Unit	2026-27	2027-28
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1. HOUSING, BUILDINGS AND CONSTRUCTION

16	001. Modernize Application System Reauthorization (\$3,588,000 Restricted		
17	Funds)		

L. TOURISM, ARTS AND HERITAGE CABINET

19	Budget Units	2026-27	2027-28
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1. SECRETARY

21	001. Northern Kentucky Convention Center Renovation and Expansion		
22	Agency Bonds	40,000,000	-0-
23	Restricted Funds	18,000,000	-0-
24	TOTAL	58,000,000	-0-

25 **(1) Procurement Authority:** Notwithstanding any statute or administrative
26 regulation to the contrary, the Northern Kentucky Convention Center Corporation,
27 created under KRS 154.90-010, is authorized to act on behalf of the Commonwealth in

lieu of the Finance and Administration Cabinet for all planning, design, procurement, construction execution and administration, and completion activities for the renovation and modernization for the Northern Kentucky Convention Center. The Secretary of the Finance and Administration Cabinet shall maintain authority to determine any protests or controversies under KRS 45A.285 with respect to the project.

2. ARTISANS CENTER

001. Maintenance Pool - 2026-2028

Investment Income	500,000	500,000
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3. PARKS

001. Maintenance Pool - 2026-2028

Investment Income	20,000,000	20,000,000
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4. HORSE PARK COMMISSION

001. Maintenance Pool - 2026-2028

Investment Income	2,000,000	2,000,000
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5. STATE FAIR BOARD

001. Maintenance Pool - 2026-2028

Investment Income	3,000,000	3,000,000
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002. Construct Kentucky Exposition Center Dirt/Salt Storage Facility
 Reauthorization (\$500,000 Investment Income)

6. FISH AND WILDLIFE RESOURCES

001. Fees-in-Lieu-of Stream Mitigation Projects Pool - 2026-2028

Restricted Funds	64,500,000	48,600,000
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002. Western Kentucky Fish Hatchery

Restricted Funds	33,528,000	-0-
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003. Indoor Gun Range/Law Enforcement Training Facility

Federal Funds	18,000,000	-0-
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Restricted Funds	2,000,000	-0-
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1	TOTAL	20,000,000	-0-
2	004. Land Acquisition Pool - 2026-2028		
3	Federal Funds	4,500,000	4,500,000
4	Restricted Funds	1,500,000	1,500,000
5	TOTAL	6,000,000	6,000,000
6	005. Maintenance Pool - 2026-2028		
7	Restricted Funds	1,500,000	1,500,000
8	Federal Funds	1,500,000	1,500,000
9	TOTAL	3,000,000	3,000,000
10	006. Camp Earl Wallace Dining Hall Reauthorization (\$1,935,000 Restricted		
11	Funds, \$2,565,000 Federal Funds)		
12	7. HISTORICAL SOCIETY		
13	001. Kentucky Old State Capitol Preservation Additional		
14	Bond Funds	4,651,000	330,000
15	Other Fund	42,000	42,000
16	TOTAL	4,693,000	372,000
17	8. KENTUCKY CENTER FOR THE ARTS		
18	001. Maintenance Pool - 2026-2028		
19	Investment Income	550,000	550,000

PART III

GENERAL PROVISIONS

22 **1. Funds Designations:** Restricted Funds designated in the biennial budget bills
23 are classified in the state financial records and reports as the Agency Revenue Fund, State
24 Enterprise Funds (State Parks, State Fair Board, Insurance Administration, and Kentucky
25 Horse Park), Internal Services Funds (Fleet Management, Computer Services,
26 Correctional Industries, Central Printing, Risk Management, and Property Management),
27 and selected Fiduciary Funds (Other Expendable Trust Funds). Separate fund records and

1 reports shall be maintained in a manner consistent with the branch budget bills.

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

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

20 **2. Expenditure of Excess Restricted or Federal Funds Receipts:** If receipts
 21 received or credited to the Restricted Funds or Federal Funds accounts of a budget unit
 22 during fiscal year 2026-2027 or fiscal year 2027-2028, and any balance forwarded to the
 23 credit of these same accounts from the previous fiscal year, exceed the appropriation
 24 made by a specific sum for these accounts of the budget unit as provided in Part I,
 25 Operating Budget, of this Act, for the fiscal year in which the excess occurs, the excess
 26 funds in the accounts of the budget unit shall become available for expenditure for the
 27 purpose of the account during the fiscal year only upon compliance with the conditions

1 and procedures specified in KRS 48.400, 48.500, 48.600, 48.605, 48.610, 48.620, 48.630,
2 48.730, and 48.800, and with the authorization of the State Budget Director and approval
3 of the Secretary of the Finance and Administration Cabinet.

4 Prior to authorizing the appropriation of any excess, unbudgeted Restricted Funds
5 pursuant to this section, the State Budget Director and the Secretary of the Finance and
6 Administration Cabinet shall review the adequacy of the General Fund Surplus Account
7 with respect to its availability to support authorized expenditures from the General Fund
8 Surplus Account, known as Necessary Government Expenses. If General Fund Surplus
9 Account moneys are determined by this review to be adequate to meet known or
10 anticipated Necessary Government Expenses during fiscal year 2026-2027 or fiscal year
11 2027-2028, respectively, then the appropriation increase may be approved. If the review
12 indicates that there are insufficient funds available or reasonably estimated to become
13 available to the General Fund Surplus Account to meet known or projected Necessary
14 Government Expenses for the fiscal years enumerated above, the State Budget Director
15 and the Secretary of the Finance and Administration Cabinet may disapprove the request
16 for additional Restricted Funds expenditure authority and may direct the excess
17 Restricted Funds identified to the General Fund Surplus Account in order to meet
18 Necessary Government Expense obligations. The results of any review shall be reported
19 to the Interim Joint Committee on Appropriations and Revenue in accordance with KRS
20 48.400, 48.500, 48.600, 48.605, 48.610, 48.620, 48.630, 48.730, and 48.800.

21 Any request made by a budget unit pursuant to KRS 48.630 that relates to
22 Restricted Funds or Federal Funds shall include documentation showing a comparative
23 statement of revised estimated receipts by fund source and the proposed expenditures by
24 proposed use, with the appropriated sums specified in the Budget of the Commonwealth,
25 and statements which explain the cause, source, and use for any variances which may
26 exist.

27 Each budget unit shall submit its reports in print and electronic format consistent

1 with the Restricted Funds and Federal Funds records contained in the fiscal biennium
2 2026-2028 Branch Budget Request Manual and according to the following schedule in
3 each fiscal year: (a) on or before the beginning of each fiscal year; (b) on or before
4 October 1; (c) on or before January 1; and (d) on or before April 1.

5 **3. Interim Appropriation Increases:** No appropriation from any fund source
6 shall exceed the sum specified in this Act until the agency has documented the necessity,
7 purpose, use, and source, and the documentation has been submitted to the Interim Joint
8 Committee on Appropriations and Revenue for its review and action in accordance with
9 KRS 48.630 and Section 2. of this Part. Proposed revisions to an appropriation contained
10 in the enacted State/Executive Budget or allotment of an unbudgeted appropriation shall
11 conform to the conditions and procedures of KRS 48.630 and this Act.

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

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

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

25 **6. Lapse of General Fund or Road Fund Appropriations Supplanted by**
26 **Federal Funds:** Any General Fund or Road Fund appropriation made in anticipation of a
27 lack, loss, or reduction of Federal Funds shall lapse to the General Fund or Road Fund

1 Surplus Account, respectively, to the extent the Federal Funds otherwise become
2 available.

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

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

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

11 **10. Interpretation of Appropriations:** Notwithstanding KRS 48.500, all
12 questions that arise in interpreting this Act and the Transportation Cabinet budget shall be
13 decided by the Secretary of the Finance and Administration Cabinet, and the decision of
14 the Secretary of the Finance and Administration Cabinet shall be final and conclusive.

15 **11. Publication of the Budget of the Commonwealth:** The State Budget
16 Director shall cause the Governor's Office for Policy and Management, within 60 days of
17 adjournment of the 2026 Regular Session of the General Assembly, to publish a final
18 enacted budget document, styled the Budget of the Commonwealth, based upon the
19 Legislative Branch Budget, Executive Branch Budget, Transportation Cabinet Budget,
20 and Judicial Branch Budget as enacted by the 2026 Regular Session, as well as other Acts
21 which contain appropriation provisions for the 2026-2028 fiscal biennium, and based
22 upon supporting documentation and legislative records as considered by the 2026
23 Regular Session. This document shall include, for each agency and budget unit, a
24 consolidated budget summary statement of available regular and continuing appropriated
25 revenue by fund source, corresponding appropriation allocations by program or
26 subprogram as appropriate, budget expenditures by principal budget class, and any other
27 fiscal data and commentary considered necessary for budget execution by the Governor's

1 Office for Policy and Management and oversight by the Interim Joint Committee on
2 Appropriations and Revenue. The enacted Executive Branch Budget and Transportation
3 Cabinet Budget shall be revised or adjusted only upon approval by the Governor's Office
4 for Policy and Management as provided in each Part of this Act and by KRS 48.400 to
5 48.810, and upon review by the Interim Joint Committee on Appropriations and Revenue.

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

8 **13. Prorating Administrative Costs:** The Secretary of the Finance and
9 Administration Cabinet is authorized to establish a system or formula or a combination of
10 both for prorating the administrative costs of the Finance and Administration Cabinet, the
11 Department of the Treasury, and the Office of the Attorney General relative to the
12 administration of programs in which there is joint participation by the state and federal
13 governments for the purpose of receiving the maximum amount of participation
14 permitted under the appropriate federal laws and regulations governing the programs. The
15 receipts and allotments under this section shall be reported to the Interim Joint
16 Committee on Appropriations and Revenue prior to any transfer of funds.

17 **14. Construction of Budget Provisions Regarding Executive Reorganization**
18 **Orders:** Nothing in this Act shall be construed to confirm or ratify, under KRS 12.028,
19 any executive reorganization order unless the executive order was confirmed or ratified
20 by appropriate amendment to the Kentucky Revised Statutes in another Act of the 2026
21 Regular Session of the General Assembly.

22 **15. Tax Expenditure Revenue Loss Estimates:** By October 15, 2027, the Office
23 of State Budget Director shall provide to each branch of government detailed estimates
24 for the General Fund and Road Fund for the current and next two fiscal years of the
25 revenue loss resulting from tax expenditures. The Department of Revenue shall provide
26 assistance and furnish data, which is not restricted by KRS 131.190. "Tax expenditure" as
27 used in this section means an exemption, exclusion, or deduction from the base of a tax, a

1 credit against the tax, a deferral of a tax, or a preferential tax rate. The estimates shall
2 include for each tax expenditure the amount of revenue loss, a citation of the legal
3 authority for the tax expenditure, the year in which it was enacted, and the tax year in
4 which it became effective.

5 **16. Duplicate Appropriations:** Any appropriation item and sum in Parts I to X
6 of this Act and in an appropriation provision in any Act of the 2026 Regular Session
7 which constitutes a duplicate appropriation shall be governed by KRS 48.312.

8 **17. Priority of Individual Appropriations:** KRS 48.313 shall control when a
9 total or subtotal figure in this Act conflicts with the sum of the appropriations of which it
10 consists.

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

16 **19. Unclaimed Lottery Prize Money:** For fiscal year 2026-2027 and fiscal year
17 2027-2028, all unclaimed lottery prize money under KRS 154A.110(3) shall be credited
18 to the Kentucky Educational Excellence Scholarship Reserve Account to be held as a
19 subsidiary account within the Finance and Administration Cabinet for the purpose of
20 funding the KEES Program as appropriated in this Act. If the Kentucky Higher Education
21 Assistance Authority certifies to the State Budget Director that the appropriations in this
22 Act for the KEES Program under the existing award schedule are insufficient to meet
23 funds required for eligible applicants, then the State Budget Director shall provide the
24 necessary allotment of funds in the balance of the KEES Reserve Account to fund the
25 KEES Program. Actions taken under this section shall be reported to the Interim Joint
26 Committee on Appropriations and Revenue on a timely basis.

27 **20. Workers' Compensation:** Notwithstanding KRS 342.340(1) and 803 KAR

1 25:021, Section 5, the Personnel Cabinet shall be exempt from procuring excess risk
 2 insurance in fiscal year 2026-2027 and fiscal year 2027-2028 for the Workers'
 3 Compensation Benefits and Reserve Program administered by the Cabinet.

4 **21. Carry Forward and Undesignated General Fund and Road Fund Carry**
 5 **Forward:** Notwithstanding KRS 48.700 and 48.705, and other Parts of this Act, the
 6 Secretary of the Finance and Administration Cabinet shall determine and certify, within
 7 30 days of the close of fiscal year 2025-2026 and fiscal year 2026-2027, the actual
 8 amount of undesignated balance of the General Fund and the Road Fund for the year just
 9 ended. The amounts from the undesignated fiscal year 2025-2026 and fiscal year 2026-
 10 2027 General Fund and Road Fund balances that are designated and carried forward for
 11 budgeted purposes in the 2026-2028 fiscal biennium shall be determined by the State
 12 Budget Director during the close of the respective fiscal year and shall be reported to the
 13 Interim Joint Committee on Appropriations and Revenue within 30 days of the close of
 14 the fiscal year. Any General Fund undesignated balance in excess of the amount
 15 designated for budgeted purposes under this section shall be made available for the
 16 General Fund Surplus Expenditure Plan contained in Part VII of this Act unless otherwise
 17 provided in this Act. The Road Fund undesignated balance in excess of the amount
 18 designated for budgeted purposes under this section shall be made available for the Road
 19 Fund Surplus Expenditure Plan contained in Part IX of this Act unless otherwise
 20 provided in this Act.

21 **22. Reallocation of Appropriations Among Budget Units:** Notwithstanding any
 22 statute to the contrary, or provisions of this Act, the Secretary of a Cabinet, the
 23 Commissioner of the Department of Education, and other agency heads may request a
 24 reallocation among budget units under his or her administrative authority up to ten
 25 percent of General Fund appropriations contained in Part I, Operating Budget, of this Act
 26 for fiscal years 2025-2026, 2026-2027, and 2027-2028 for approval by the State Budget
 27 Director. A request shall explain the need and use for the transfer authority under this

1 section. The amount of transfer of General Fund appropriations shall be separately
2 recorded and reported in the system of financial accounts and reports provided in KRS
3 Chapter 45. The State Budget Director shall report a transfer made under this section, in
4 writing, to the Interim Joint Committee on Appropriations and Revenue.

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

13 **24. Information Technology:** All authorized computer information technology
14 projects shall submit a semiannual progress report to the Capital Projects and Bond
15 Oversight Committee. The reporting process shall begin six months after the project is
16 authorized and shall continue through completion of the project. The initial report shall
17 establish a timeline for completion and cash disbursement schedule. Each subsequent
18 report shall update the timeline and budgetary status of the project and explain in detail
19 any issues with completion date and funding.

20 **25. Equipment Service Contracts and Energy Efficiency Measures:** The
21 General Assembly mandates that the Finance and Administration Cabinet review all
22 equipment service contracts to maximize savings to the Commonwealth to strictly adhere
23 to the provisions of KRS 56.772, 56.782, and 56.784 in maximizing the use of energy
24 efficiency measures.

25 **26. Debt Restructuring:** Notwithstanding any other provision of the Kentucky
26 Revised Statutes, no General Fund or Road Fund debt restructuring transactions shall be
27 undertaken during the 2026-2028 fiscal biennium.

1 **27. Effects of Subsequent Legislation:** If any measure enacted during the 2026
2 Regular Session of the General Assembly subsequent to this Act contains an
3 appropriation or is projected to increase or decrease General Fund revenues, the amount
4 in the Budget Reserve Trust Fund shall be revised to accommodate the appropriation or
5 the reduction or increase in projected revenues. Notwithstanding any provision of KRS
6 48.120(4) to the contrary, the official enacted revenue estimates of the Commonwealth
7 described in KRS 48.120 shall be adjusted at the conclusion of the 2026 Regular Session
8 of the General Assembly, respectively, to incorporate any projected revenue increases or
9 decreases that will occur as a result of actions taken by the General Assembly subsequent
10 to the passage of this Act by both chambers.

11 **28. Permitted Use of Water and Sewer Bond Funds:** Notwithstanding Part II,
12 (3) of this Act and any statute to the contrary, any balances remaining for either closed or
13 open project grant agreements authorized pursuant to bond pools set forth in 2003 Ky.
14 Acts ch. 156, Part II, A., 3., d. Water and Sewer Resources Development Fund for
15 Tobacco Counties and e. Water and Sewer Resources Development Fund For Coal
16 Producing Counties; 2005 Ky. Acts ch. 173, Part II, A., 3., 003. Infrastructure for
17 Economic Development Fund for Coal-Producing Counties and 004. Infrastructure for
18 Economic Development Fund for Tobacco Counties; 2006 Ky. Acts ch. 252, Part II, A.,
19 2., 003. Infrastructure for Economic Development Fund for Non-Coal Producing
20 Counties and 004. Infrastructure for Economic Development Fund for Coal-Producing
21 Counties; 2008 Ky. Acts ch. 123, Section 3., 004. Infrastructure for Economic
22 Development Fund for Coal-Producing Counties and 005. Infrastructure for Economic
23 Development Fund for Non-Coal Producing Counties; and 2008 Ky. Acts ch. 174,
24 Section 2.; and 2009 Ky. Acts ch. 87, Section 2. shall not lapse and shall remain to the
25 credit of projects previously authorized by the General Assembly unless expressly
26 reauthorized and reallocated by action of the General Assembly.

27 **29. Electronic Access to Budget Information:** In accordance with KRS 48.950,

the State Budget Director shall continue to work cooperatively with the Legislative Research Commission to provide relevant budgetary information in a timely manner. To ensure that this information is transmitted in its most useful format, the State Budget Director shall provide electronic versions of all documents requested by the Legislative Research Commission in an editable format in order for documents to be manipulated without the use of specialized software. Electronic access shall also include the ability to access and view, but not edit, documents contained in KBUD and all related or successor budgetary systems of record.

30. Lapse of General Fund Debt Service in Fiscal Year 2025-2026:

Notwithstanding KRS 45.229, 48.720, and Part I, F., 3., (4) of this Act, all unexpended General Fund debt service in fiscal year 2025-2026 not needed to prevent a General Fund deficit shall lapse to the Budget Reserve Trust Fund (KRS 48.705).

31. Designated Fund Balance:

Notwithstanding KRS 45.760(2), the capital General Fund appropriation from 2022 Ky. Acts ch. 199, Part II, F., 3., 001. is canceled and the unexpended balance shall be transferred to the General Fund, shall be a part of the designated fund balance, and shall be carried forward for budgeted purposes into fiscal year 2026-2027.

32. Delayed Deferred Tax Deduction:

Notwithstanding KRS 141.039(2)(d)5., a combined group shall be entitled to apply for a deferred tax deduction for ten taxable years beginning on or after January 1, 2028.

33. Premium and Retaliatory Taxes:

Notwithstanding KRS 304.17B9 021(4)(d), premium taxes collected under KRS Chapter 136 from any insurer and retaliatory taxes collected under KRS 304.3-270 from any insurer shall be credited to the General Fund.

PART IV

STATE SALARY/COMPENSATION, BENEFIT, AND EMPLOYMENT POLICY

1. Authorized Personnel Complement:

On July 1, 2026, and July 1, 2027, the

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

11 **2. Salary Increment:** (1) Notwithstanding KRS 18A.355, relating to
12 anniversary date, and notwithstanding KRS 156.808(6)(e) and 163.032(1), a two percent
13 salary increase is provided, effective July 1, 2026, and a two percent salary increase is
14 provided, effective July 1, 2027, on the base salary or wages of each eligible state
15 employee.

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

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

23 **5. Employer Retirement Contribution Rates:** Notwithstanding KRS 61.565
24 and 61.702, the employer contribution rates for Kentucky Employees Retirement System
25 from July 1, 2026, through June 30, 2028, and except as otherwise provided in this Act,
26 shall be 18.83 percent, consisting of 18.83 percent for pension for hazardous duty
27 employees; for the same period, the employer contribution for employees of the State

1 Police Retirement System shall be 54.33 percent, consisting of 51.84 percent for pension
2 and 2.49 percent for health insurance. Notwithstanding any other provision of this Act or
3 KRS 61.565 or 61.702 to the contrary, the initial actuarially accrued liability employer
4 contribution rate for fiscal year 2026-2027 and for fiscal year 2027-2028, for
5 nonhazardous employees in the Executive Branch departments shall be determined by the
6 State Budget Director by May 1 prior to the beginning of each fiscal year. The employer
7 contribution rate shall include the normal cost contribution of 7.76 percent and be
8 sufficient to adhere to the prorated amount of the actuarially accrued liability to each
9 individual nonhazardous employer as determined by the Kentucky Employees Retirement
10 System. The rates in this section apply to wages and salaries earned for work performed
11 during the described period regardless of when the employee is paid for the time worked.

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

22 **7. State Group Health Insurance Plan - Transfer Between Plan Years:**
23 Notwithstanding KRS 18A.2254, the Secretary of the Finance and Administration
24 Cabinet and the Secretary of the Personnel Cabinet are authorized to use the excess funds
25 from any prior plan year to satisfy claims or expenses in Plan Year 2021, Plan Year 2022,
26 Plan Year 2023, Plan Year 2024, Plan Year 2025, Plan Year 2026, Plan Year 2027 and
27 Plan Year 2028.

8. Monthly Per Employee Health Insurance Benefits Assessment: The Personnel Cabinet shall collect a benefits assessment per month per employee eligible for health insurance coverage in the state group for duly authorized use by the Personnel Cabinet in administering its statutory and administrative responsibilities, including but not limited to administration of the Commonwealth's health insurance program.

PART V

FUNDS TRANSFER

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

Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2026-2027 and fiscal year 2027-2028:

	2026-27	2027-28
A. JUSTICE AND PUBLIC SAFETY CABINET		
1. Criminal Justice Training		
Agency Revenue Fund	2,368,000	2,368,000
(KRS 15.430 and 136.392(2))		
Notwithstanding KRS 15.430 and 136.392(2), these funds transfers to the General Fund support the General Fund debt service on the bonds sold as appropriated by 2022 Ky. Acts ch. 199, Part II, H., 2., 002.		
TOTAL - FUNDS TRANSFER	2,368,000	2,368,000

PART VI

GENERAL FUND BUDGET REDUCTION PLAN

Pursuant to KRS 48.130 and 48.600, a General Fund Budget Reduction Plan is enacted for state government in the event of an actual or projected revenue shortfall in General Fund revenue receipts, excluding Tobacco Settlement – Phase I receipts, of \$15,498,900,000 in fiscal year 2025-2026, \$15,926,800,000 in fiscal year 2026-2027, and

1 \$16,277,000,000 in fiscal year 2027-2028, as modified pursuant to Part III, 27. of this Act
2 and by related Acts and actions of the General Assembly in any subsequent extraordinary
3 or regular session. Notwithstanding KRS 48.130, direct services, obligations essential to
4 the minimum level of constitutional functions, and other items that may be specified in
5 this Act, are exempt from the requirements of this Plan. Each branch head shall prepare a
6 specific plan to address the proportionate share of the General Fund revenue shortfall
7 applicable to the respective branch. No budget revision action shall be taken by a branch
8 head in excess of the actual or projected revenue shortfall.

9 The Governor, the Chief Justice, and the Legislative Research Commission shall
10 direct and implement reductions in allotments and appropriations only for their respective
11 branch budget units as may be necessary, as well as take other measures which shall be
12 consistent with the provisions of this Part and biennial branch budget bills.

13 Pursuant to KRS 48.130(4), in the event of a revenue shortfall of five percent or
14 less, the following General Fund budget reduction actions shall be implemented:

15 (1) The Local Government Economic Assistance and the Local Government
16 Economic Development Funds shall be adjusted by the Secretary of the Finance and
17 Administration Cabinet to equal revised estimates of receipts pursuant to KRS 42.4582 as
18 modified by the provisions of this Act;

19 (2) Unexpended debt service;

20 (3) Transfers of excess unappropriated Restricted Funds, notwithstanding any
21 statutes to the contrary, other than fiduciary funds, to the General Fund shall be applied
22 as determined by the head of each branch for its respective budget units;

23 (4) Any unanticipated Phase I Master Settlement Agreement revenues in both
24 fiscal years shall be appropriated according to Part X of this Act and shall not be
25 transferred to the General Fund;

26 (5) Use of the unappropriated balance of the General Fund surplus shall be
27 applied;

(6) Excess General Fund appropriations which accrue as a result of personnel vacancies and turnover, and reduced requirements for operating expenses, grants, and capital outlay shall be determined and applied by the heads of the executive, judicial, and legislative departments of state government for their respective branches. The branch heads shall certify the available amounts which shall be applied to budget units within the respective branches and shall promptly transmit the certification to the Secretary of the Finance and Administration Cabinet and the Legislative Research Commission. The Secretary of the Finance and Administration Cabinet shall execute the certified actions as transmitted by the branch heads.

Branch heads shall take care, by their respective actions, to protect, preserve, and advance the fundamental health, safety, legal and social welfare, and educational well-being of the citizens of the Commonwealth;

(7) Funds available in the Budget Reserve Trust Fund shall be applied in an amount not to exceed 25 percent of the Trust Fund balance in fiscal year 2025-2026, 25 percent in fiscal year 2026-2027, and 25 percent in fiscal year 2027-2028;

(8) Reduce General Fund appropriations in Executive Branch agencies' operating budget units by a sufficient amount to balance either fiscal year; and

(9) Pursuant to KRS 48.130 and 48.600, if the actions contained in subsections (1) to (8) of this Part are insufficient to eliminate an actual or projected General Fund revenue shortfall, then the Governor is empowered and directed to take necessary actions with respect to the Executive Branch budget units to balance the budget by such actions conforming with the criteria expressed in this Part.

PART VII

GENERAL FUND SURPLUS EXPENDITURE PLAN

(1) Notwithstanding KRS 48.130(7), 48.140(3), 48.700, and 48.705, there is established a plan for the expenditure of General Fund surplus moneys pursuant to a General Fund Surplus Expenditure Plan contained in this Part for fiscal years 2025-2026.

2026-2027, and 2027-2028. Pursuant to the enactment of the Surplus Expenditure Plan, General Fund moneys made available for the General Fund Surplus Expenditure Plan pursuant to Part III, General Provisions, Section 21. of this Act are appropriated to the following:

(a) Authorized expenditures without a sum-specific appropriation amount, known as Necessary Government Expenses, including but not limited to Emergency Orders formally declared by the Governor in an Executive Order; and

(b) The entire remaining amount to the Budget Reserve Trust Fund.

(2) The Secretary of the Finance and Administration Cabinet shall determine, within 30 days after the close of each fiscal year, based on the official financial records of the Commonwealth, the amount of actual General Fund undesignated fund balance for the General Fund Surplus Account that may be available for expenditure pursuant to the Plan in fiscal year 2026-2027 and fiscal year 2027-2028. The Secretary of the Finance and Administration Cabinet shall certify the amount of actual General Fund undesignated fund balance available for expenditure to the Legislative Research Commission.

PART VIII

ROAD FUND BUDGET REDUCTION PLAN

There is established a Road Fund Budget Reduction Plan for fiscal years 2025-2026, 2026-2027, and 2027-2028. Notwithstanding KRS 48.130(1) and (3) relating to statutory appropriation adjustments related to the revenue sharing of motor fuels taxes, in the event of an actual or projected revenue shortfall in Road Fund revenue receipts of \$1,844,000,000 in fiscal year 2025-2026, \$1,836,000,000 in fiscal year 2026-2027, and \$1,909,400,000 in fiscal year 2027-2028, as modified by related Acts and actions of the General Assembly in an extraordinary or regular session, the Governor shall implement sufficient reductions as may be required to protect the highest possible level of service.

PART IX

ROAD FUND SURPLUS EXPENDITURE PLAN

Notwithstanding KRS 48.110, 48.140, and 48.710, there is established a plan for the expenditure of the Road Fund Surplus Account. All moneys in the Road Fund Surplus Account shall be appropriated to the State Construction Account within the Highways budget unit and utilized to support projects in the 2026-2028 Biennial Highway Construction Program.

PART X

PHASE I TOBACCO SETTLEMENT

(1) General Purpose: This Part prescribes the policy implementing aspects of the national settlement agreement between the tobacco industry and the collective states as described in KRS 248.701 to 248.727. In furtherance of that agreement, the General Assembly recognizes that the Commonwealth of Kentucky is a party to the Phase I Master Settlement Agreement (MSA) between the Participating Tobacco Manufacturers and 46 Settling States which provides reimbursement to states for smoking-related expenditures made over time.

(2) **State's MSA Share:** The Commonwealth's share of the MSA is equal to 1.7611586 percent of the total settlement amount. Payments under the MSA are made to the states annually in April of each year.

(3) MSA Payment Amount Variables: The total settlement amount to be distributed on each payment date is subject to change pursuant to several variables provided in the MSA, including inflation adjustments, volume adjustments, previously settled states adjustments, and the nonparticipating manufacturers adjustment.

(4) Distinct Identity of MSA Payment Deposits: The General Assembly has determined that it shall be the policy of the Commonwealth that all Phase I Tobacco Settlement payments shall be deposited to the credit of the General Fund and shall maintain a distinct identity as Phase I Tobacco Settlement payments that shall not lapse to the credit of the General Fund surplus but shall continue forward from each fiscal year to the next fiscal year to the extent that any balance is unexpended.

1 **(5) MSA Payment Estimates and Adjustments:** Based on the official estimates
2 of the Consensus Forecasting Group, the amount of MSA payments expected to be
3 received in fiscal year 2026-2027 is \$82,800,000 and in fiscal year 2027-2028 is
4 \$77,400,000. It is recognized that payments to be received by the Commonwealth are
5 estimated and are subject to change. If MSA payments received are less than the official
6 estimates, appropriation reductions shall be applied as follows: after exempting
7 appropriations for debt service, the Attorney General, and the Department of Revenue, 50
8 percent to the Agricultural Development Fund, 30 percent to the Early Childhood
9 Development Fund, and 20 percent to the Health Care Improvement Fund. If MSA
10 payments received exceed the official estimates, appropriation increases shall be applied
11 as follows: after exempting appropriations for debt service, the Attorney General, and the
12 Department of Revenue, 50 percent to the Agricultural Development Fund, 30 percent to
13 the Early Childhood Development Fund, and 20 percent to the Health Care Improvement
14 Fund.

15 **a. State Enforcement:** Notwithstanding KRS 248.654 and 248.703(4), a total of
16 \$150,000 of the MSA payments in each fiscal year is appropriated to the Attorney
17 General for the state's diligent enforcement of noncompliant nonparticipating
18 manufacturers.

19 **b. State Enforcement:** Notwithstanding KRS 248.654 and 248.703(4), a total of
20 \$250,000 of the MSA payments in each fiscal year is appropriated to the Finance and
21 Administration Cabinet, Department of Revenue for the state's diligent enforcement of
22 noncompliant nonparticipating manufacturers.

23 **c. Debt Service:** Notwithstanding KRS 248.654 and 248.703(4), \$14,100,200 in
24 MSA payments in fiscal year 2026-2027 and \$13,880,800 in MSA payments in fiscal
25 year 2027-2028 are appropriated to the Finance and Administration Cabinet, Debt
26 Service budget unit.

27 **d. Agricultural Development Initiatives:** Notwithstanding KRS 248.654 and

248.703(4), \$34,149,900 in MSA payments in fiscal year 2026-2027 and \$31,559,600 in MSA payments in fiscal year 2027-2028 are appropriated to the Kentucky Agricultural Development Fund to be used for agricultural development initiatives as specified in this Part.

e. Early Childhood Development Initiatives: Notwithstanding KRS 248.654, \$22,538,900 in fiscal year 2026-2027 and \$20,829,300 in fiscal year 2027-2028 in MSA payments are appropriated to the Early Childhood Development Initiatives as specified in this Part.

f. Health Care Initiatives: Notwithstanding KRS 164.476, 248.654, and 304.17B-003(5), \$11,611,000 in MSA payments in fiscal year 2026-2027 and \$10,730,300 in fiscal year 2027-2028 are appropriated to the Health Care Improvement Fund for health care initiatives as specified in this Part.

A. STATE ENFORCEMENT

GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS

Notwithstanding KRS 248.654 and 248.703(4), appropriations for state enforcement shall be as follows:

1. GENERAL GOVERNMENT

Budget Unit	2026-27	2027-28
a. Attorney General	150,000	150,000

2. FINANCE AND ADMINISTRATION CABINET

Budget Unit	2026-27	2027-28
a. Revenue	250,000	250,000

B. DEBT SERVICE

GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS

Notwithstanding KRS 248.654 and 248.703(4), appropriations for debt service shall be as follows:

1. FINANCE AND ADMINISTRATION CABINET

1	Budget Unit	2026-27	2027-28
2	a. Debt Service	14,100,200	13,880,800

3 **(1) Debt Service:** To the extent that revenues sufficient to support the required
4 debt service appropriations are received from the Tobacco Settlement Program, those
5 revenues shall be made available from those accounts to the appropriate account of the
6 General Fund. All necessary debt service amounts shall be appropriated from the General
7 Fund and shall be fully paid regardless of whether there is a sufficient amount available
8 to be transferred from tobacco-supported funding program accounts to other accounts of
9 the General Fund.

10 **(2) Appropriation of Unexpended Tobacco Debt Service:** Any unexpended
11 balance from the fiscal year 2025-2026 or fiscal year 2026-2027 General Fund (Tobacco)
12 debt service appropriation in the Finance and Administration Cabinet, Debt Service
13 budget unit, shall continue and be appropriated to the Department of Agriculture,
14 Kentucky Office of Agricultural Policy.

15 **C. AGRICULTURAL DEVELOPMENT APPROPRIATIONS**

16 **GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS**

17 Notwithstanding KRS 248.654 and 248.703(4), appropriations for Agricultural
18 Development shall be as follows:

19 **1. DEPARTMENT OF AGRICULTURE**

20	Budget Unit	2026-27	2027-28
21	a. Agriculture	31,149,900	28,559,600

22 **(1) Tobacco Settlement Funds - Allocations:** Notwithstanding KRS 248.711(2),
23 and from the allocation provided therein, counties that are allocated in excess of \$20,000
24 annually may provide up to four percent of the individual county allocation, not to exceed
25 \$15,000 annually, to the county council in that county for administrative costs.

26 **(2) Counties Account:** Notwithstanding KRS 248.703(1), included in the above
27 General Fund (Tobacco) appropriation is \$10,202,500 in fiscal year 2026-2027 and

1 \$9,295,900 in fiscal year 2027-2028 for the counties account as specified in KRS
2 248.703(1)(a).

3 **(3) State Account:** Notwithstanding KRS 248.703(1), included in the above
4 General Fund (Tobacco) appropriation is \$18,947,400 in fiscal year 2026-2027 and
5 \$17,263,700 in fiscal year 2027-2028 for the state account as specified in KRS
6 248.703(1)(b).

7 **(4) Farms to Food Banks:** Included in the above General Fund (Tobacco)
8 appropriation is \$1,000,000 in each fiscal year to support the Farms to Food Banks
9 Program. The use of the moneys provided by this appropriation shall be restricted to
10 purchases of Kentucky-grown produce from Kentucky farmers who participate in the
11 Farms to Food Banks Program.

12 **(5) Kentucky Rural Mental Health and Suicide Prevention Program:**
13 Included in the above General Fund (Tobacco) appropriation is \$1,000,000 in each fiscal
14 year to support the Kentucky Rural Mental Health and Suicide Prevention Program
15 known as the Raising Hope Initiative. The Department for Behavioral Health,
16 Developmental and Intellectual Disabilities shall coordinate with the Kentucky
17 Department of Agriculture, the University of Kentucky Southeast Center for Agricultural
18 Health and Injury Prevention, and other entities to enhance awareness of the National
19 Suicide Prevention Lifeline (988) in rural communities in Kentucky and to improve
20 access to information on mental health issues and available treatment services. The
21 Department for Behavioral Health, Developmental and Intellectual Disabilities shall
22 provide cultural competency training to staff to address the unique mental health
23 challenges affecting the state's rural communities. The Department for Behavioral
24 Health, Developmental and Intellectual Disabilities shall also provide outreach,
25 treatment, and other necessary services to improve the mental health outcomes of rural
26 communities in Kentucky. The Department for Behavioral Health, Developmental and
27 Intellectual Disabilities, in conjunction with the Kentucky Department of Agriculture and

the University of Kentucky Southeast Center for Agricultural Health and Injury Prevention, shall apply for Federal Funds as provided by the Agriculture Improvement Act of 2018, 7 U.S.C. sec. 5936, to supplement the General Fund (Tobacco) appropriation provided above. The Department of Agriculture may utilize up to \$50,000 in each fiscal year for program administration purposes. The Department of Agriculture shall coordinate with the Raising Hope Initiative partners to take custody of and maintain any intellectual property assets that were created or developed by any state agency in connection with the Raising Hope Initiative.

2. ENERGY AND ENVIRONMENT CABINET

Budget Unit	2026-27	2027-28
a. Natural Resources	3,000,000	3,000,000
(1) Environmental Stewardship Program: Included in the above General Fund (Tobacco) appropriation is \$2,000,000 in each fiscal year for the Environmental Stewardship Program.		
(2) Conservation District Local Aid: Included in the above General Fund (Tobacco) appropriation is \$1,000,000 in each fiscal year for the Division of Conservation to provide direct aid to local conservation districts.		
TOTAL - AGRICULTURAL	34,149,900	31,559,600
APPROPRIATIONS		

D. EARLY CHILDHOOD DEVELOPMENT

GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS

Notwithstanding KRS 248.654, appropriations for Early Childhood Development shall be as follows:

1. EDUCATION AND LABOR CABINET

Budget Unit	2026-27	2027-28
a. General Administration and Program Support	1,200,000	1,200,000
(1) Early Childhood Development: Included in the above General Fund		

1 (Tobacco) appropriation is \$1,200,000 in each fiscal year for the Early Childhood
2 Advisory Council.

3 **2. CABINET FOR HEALTH AND FAMILY SERVICES**

4 Budget Units	2026-27	2027-28
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5 a. Community Based Services	11,500,000	11,500,000
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6 **(1) Early Childhood Development Program:** Included in the above General
7 Fund (Tobacco) appropriation is \$9,500,000 in each fiscal year 2026-2027 for the Early
8 Childhood Development Program.

9 **(2) Early Childhood Adoption and Foster Care Supports:** Included in the
10 above General Fund (Tobacco) appropriation is \$2,000,000 in each fiscal year for the
11 Early Childhood Adoption and Foster Care Supports Program.

	2026-27	2027-28
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13 b. Public Health	8,580,000	7,880,000
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14 **(1) HANDS Program, Healthy Start, Early Childhood Mental Health, and**
15 **Early Childhood Oral Health:** Included in the above General Fund (Tobacco)
16 appropriation is \$5,980,000 in each fiscal year for the Health Access Nurturing
17 Development Services (HANDS) Program, \$700,000 in each fiscal year for Healthy Start
18 initiatives, \$700,000 in each fiscal year for Early Childhood Mental Health, \$700,000 in
19 fiscal year 2026-2027 for Early Childhood Oral Health, and \$500,000 in each fiscal year
20 for Lung Cancer Screening.

	2026-27	2027-28
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22 b. Behavioral Health, Developmental and		
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23 Intellectual Disabilities Services	1,258,900	249,300
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24 **(1) Substance Abuse Prevention and Treatment:** Included in the above
25 General Fund (Tobacco) appropriation is \$1,258,900 in fiscal year 2026-2027 and
26 \$249,300 in fiscal year 2027-2028 for substance abuse prevention and treatment for
27 pregnant women with a history of substance abuse problems.

1 TOTAL - EARLY CHILDHOOD 22,538,900 20,829,300

2 APPROPRIATIONS

3 **E. HEALTH CARE IMPROVEMENT APPROPRIATIONS**

4 **GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS**

5 Notwithstanding KRS 164.476, 248.654 and 304.17B-003(5), appropriations for
6 health care improvement shall be as follows:

7 **1. CABINET FOR HEALTH AND FAMILY SERVICES**

8 **Budget Unit 2026-27 2027-28**

9 a. Public Health 2,111,000 2,000,000

10 **(1) Smoking Cessation Program:** Included in the above General Fund
11 (Tobacco) appropriation is \$2,111,000 in fiscal year 2026-2027 and \$2,000,000 in fiscal
12 year 2027-2028 for Smoking Cessation.

13 **2. JUSTICE AND PUBLIC SAFETY CABINET**

14 **Budget Unit 2026-27 2027-28**

15 a. Justice Administration 3,250,000 3,250,000

16 **(1) Office of Drug Control Policy:** Included in the above General Fund
17 (Tobacco) appropriation is \$3,000,000 in each fiscal year for the Office of Drug Control
18 Policy.

19 **(2) Restorative Justice:** Included in the above General Fund (Tobacco)
20 appropriation is \$250,000 in each fiscal year to support the Restorative Justice Program
21 administered by the Volunteers of America.

22 **3. POSTSECONDARY EDUCATION**

23 **Budget Unit 2026-27 2027-28**

24 a. Council on Postsecondary Education 6,250,000 5,480,300

25 **(1) Cancer Research and Screening:** Included in the above General Fund
26 (Tobacco) appropriation is \$6,250,000 in fiscal year 2026-2027 and \$5,480,300 in fiscal
27 year 2027-2028 for cancer research and screening. The appropriation in each fiscal year

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

3 TOTAL - HEALTH CARE 11,611,000 10,730,300

4 TOTAL - PHASE I TOBACCO SETTLEMENT

5 FUNDING PROGRAM 82,800,000 77,400,000

6 **PART XI**

7 **STATE/EXECUTIVE BRANCH BUDGET SUMMARY**

8 **OPERATING BUDGET**

9		2025-26	2026-27	2027-28
10	General Fund (Tobacco)	-0-	82,800,000	77,400,000
11	General Fund	-0-	15,011,425,800	16,340,213,600
12	Restricted Funds	55,983,800	16,880,655,200	17,360,325,200
13	Federal Funds	-0-	22,903,201,800	23,836,002,000
14	Road Fund	-0-	55,570,300	57,914,800
15	SUBTOTAL	55,983,800	54,933,653,100	57,671,855,600

16 **CAPITAL PROJECTS BUDGET**

17		2025-26	2026-27	2027-28
18	General Fund	-0-	-0-	-0-
19	Restricted Funds	-0-	19,969,508,000	143,128,000
20	Federal Funds	-0-	713,834,000	51,415,000
21	Bond Funds	16,000,000	1,322,998,600	351,630,000
22	Agency Bonds	-0-	1,479,360,000	-0-
23	Investment Income	-0-	156,645,300	133,050,000
24	Other Funds	-0-	9,828,352,000	42,000
25	SUBTOTAL	16,000,000	33,470,697,900	679,265,000

26 **TOTAL - STATE/EXECUTIVE BUDGET**

27		2025-26	2026-27	2027-28
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1	General Fund (Tobacco)	-0-	82,800,000	77,400,000
2	General Fund	-0-	15,011,425,800	16,340,213,600
3	Restricted Fund	55,983,800	36,850,163,200	17,503,453,200
4	Federal Funds	-0-	23,617,035,800	23,887,417,000
5	Road Fund	-0-	55,570,300	57,914,800
6	Bond Funds	16,000,000	1,322,998,600	351,630,000
7	Agency Bonds	-0-	1,479,360,000	-0-
8	Investment Income	-0-	156,645,300	133,050,000
9	Other Funds	-0-	9,827,842,000	42,000
10	TOTAL FUND	71,983,800	88,403,841,000	58,351,120,600

11 **PART XII**

12 **APPROPRIATIONS from the BUDGET RESERVE TRUST FUND**

13 There is hereby appropriated General Fund moneys in the amount of \$795,650,000
 14 in fiscal year 2026-2027 and \$166,500,000 in fiscal year 2027-2028 from the Budget
 15 Reserve Trust Fund Account established by KRS 48.705 to support the following
 16 appropriations:

17 (1) \$75,000,000 in each fiscal year to the General Administration budget unit
 18 within the Finance and Administration Cabinet to the Affordable Housing Trust Fund;

19 (2) \$125,000,000 in fiscal year 2026-2027 to the Public Health budget unit within
 20 the Health and Family Services Cabinet to be distributed to a Rural Hospital Assistance
 21 Fund;

22 (3) \$100,000,000 in fiscal year 2026-2027 to the Medicaid Administration budget
 23 unit within the Health and Family Services Cabinet for a state-based health insurance
 24 subsidies program to provide subsidies to individuals for the cost of purchasing health
 25 benefit plans in the individual market on the condition that federal advanced premium tax
 26 credits are not extended for 2026;

27 (4) \$75,000,000 in fiscal year 2026-2027 to the Community Based Services

1 budget unit within the Health and Family Services Cabinet to support a Utility Assistance
2 Fund;

3 (5) \$50,000,000 in fiscal year 2026-2027 to the Community Based Services
4 budget unit within the Health and Family Services Cabinet to be distributed to Feeding
5 Kentucky;

6 (6) \$125,000,000 in fiscal year 2026-2027 to the Highways budget unit within the
7 Transportation Cabinet for the construction of the Brent Spence companion bridge
8 project;

9 (7) \$50,000,000 in each fiscal year to the Economic Development budget unit to
10 support necessary site or infrastructure improvements for mega-development projects of
11 at least \$10,000,000, with an exception for certain economic development projects as
12 recommended by the Cabinet based on unique conditions of the county where the project
13 may occur, including but not limited to the population, per capita income, or county
14 wages that are lower than the median for the state;

15 (8) \$35,000,000 in each fiscal year to the Economic Development budget unit to
16 support the Kentucky Product Development Initiative Program;

17 (9) \$50,000,000 in fiscal year 2026-2027 to the School Facilities Construction
18 Commission budget unit for the renovation of secondary career and technical education
19 facilities;

20 (10) \$42,000,000 in fiscal year 2026-2027 to the Eastern Kentucky University
21 budget unit for a requirement to retain a \$42,000,000 escrow reserve amount to be able to
22 move forward with an accredited osteopathic medicine program;

23 (11) \$17,900,000 in fiscal year 2026-2027 to the Kentucky Higher Education
24 Assistance Authority budget unit to pay off the unfunded liability of the Kentucky
25 Affordable Prepaid Tuition Program;

26 (12) \$10,000,000 in fiscal year 2026-2027 to the Operations and Support Services
27 budget unit within the Department of Education for a capital information technology

1 project for the Pre-K for All Program;

2 (13) \$4,500,000 in each fiscal year to the Economic Development budget unit for
 3 the benefit of LifeSciKY, to be distributed as follows: \$500,000 in each fiscal year to the
 4 Kenton County Fiscal Court and administered through the Northern Kentucky Port
 5 Authority with funds distributed to LifeSciKY for ongoing lab operations and
 6 maintenance of the LifeSciKY facility located within the OneNKY Center; \$2,500,000 in
 7 each fiscal year for a BioInnovation Fund to the BE NKY Growth Partnership and
 8 administered through LifeSciKY; \$1,250,000 in each fiscal year to LifeSciKY to
 9 complete critical lab infrastructure and equipment purchases; and \$250,000 in each fiscal
 10 year to the Kenton County Fiscal Court and deployed through the Northern Kentucky
 11 Area Development District with funding directed to LifeSciKY to expand K-12 and
 12 postsecondary programming aligned with the life sciences workforce;

13 (14) \$2,000,000 in each fiscal year to the University of Kentucky budget unit for
 14 the expansion of the Holocaust Education initiative to increase the number of Teacher
 15 Leaders, the number of teachers attending workshops, and expand opportunities for
 16 teacher and student enrichment related to Jewish history, the nature of antisemitism, and
 17 the Holocaust and other genocides;

18 (15) \$2,000,000 in fiscal year 2026-2027 to the Department for Local Government
 19 budget unit to be distributed to the Pike County Public Library to support the construction
 20 of a museum to house the history of Pike County;

21 (16) \$10,000,000 in fiscal year 2026-2027 to the Department for Local
 22 Government budget unit to be distributed to the Louisville Metro Government for
 23 violence prevention programs;

24 (17) \$10,000,000 in fiscal year 2026-2027 to the Department for Local
 25 Government budget unit be distributed to the Lexington-Fayette Urban County
 26 Government to support a new Children's Museum project;

27 (18) \$3,750,000 to the Homeland Security budget unit in fiscal year 2026-2027 for

1 grants to support physical security enhancements for faith-based institutions in Kentucky;
2 and

3 (19) \$8,500,000 in fiscal year 2026-2027 to the Court Operations and
4 Administration budget unit within the Court of Justice for flood damage to contents in the
5 Franklin and Hardin County courthouses in excess of insurance coverage.

6 Notwithstanding KRS 45.229, any unexpended balance of appropriations in this
7 Part remaining at the close of fiscal year 2026-2027 shall not lapse and shall continue
8 into fiscal year 2027-2028.

9 The line-item appropriation from 2024 Ky. Acts ch. 173, sec. 1, (176) shall be
10 reauthorized and reallocated to the Economic Development budget unit for a Rural
11 Economic Development Fund.

12 Notwithstanding KRS 45.229, the unexpended balance from the following
13 numbered line-item appropriations from 2024 Ky. Acts ch. 173, sec. 1 shall not lapse and
14 shall carry forward into fiscal year 2026-2027 and into fiscal year 2027-2028: (4), (172),
15 (173), (174), (205), (209), and (220).

16 Notwithstanding KRS 45.229, the unexpended balance from the line-item
17 appropriation from 2024 Ky. Acts ch. 223, sec. 71, shall not lapse and shall carry forward
18 into fiscal year 2026-2027 and into fiscal year 2027-2028.

19 Notwithstanding KRS 164A.565(6), the unexpended balance from the line-item
20 appropriation from 2024 Ky. Acts ch. 173, sec. 1, (203) shall lapse to the Budget Reserve
21 Trust Fund (KRS 48.705).

2026-2028
Transportation Budget Bill

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

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

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

PART I

OPERATING BUDGET

(1) Funds Appropriations: There is appropriated out of the General Fund, Road Fund, Restricted Funds accounts, or Federal Funds accounts for the fiscal year beginning July 1, 2025 and ending June 30, 2026, for the fiscal year beginning July 1, 2026, and ending June 30, 2027, and for the fiscal year beginning July 1, 2027, and ending June 30, 2028, the following discrete sums, or so much thereof as may be necessary. Appropriated funds are included pursuant to KRS 48.700 and 48.710. Each appropriation is made by source of respective fund or funds accounts. Appropriations for the budget units of the Transportation Cabinet are subject to the provisions of Chapters 12, 42, 45, and 48 of the Kentucky Revised Statutes and compliance with the conditions and procedures set forth in this Act.

A. TRANSPORTATION CABINET

Budget Units

1. GENERAL ADMINISTRATION AND SUPPORT

	2026-27	2027-28
General Fund	500,000	500,000
Restricted Funds	2,801,000	2,741,700
Road Fund	82,689,200	83,390,700
TOTAL	85,990,200	86,632,400

(1) Biennial Highway Construction Plan: The Secretary of the Transportation Cabinet shall produce a single document that shall detail the enacted fiscal biennium

2026-2028 Biennial Highway Construction Program and the 2028-2032 Highway Preconstruction Program Plan.

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

(3) Riverport Improvements: Included in the above General Fund appropriation is \$500,000 in each fiscal year to improve public riverports within Kentucky. The Secretary of the Transportation Cabinet, in conjunction with the Kentucky Water Transportation Advisory Board, shall determine how the funds are distributed.

2. AVIATION

	2026-27	2027-28
General Fund	1,165,500	1,183,700
Restricted Funds	18,921,300	18,947,400
Federal Funds	500,800	500,800
Road Fund	835,900	833,700
TOTAL	21,423,500	21,465,600

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

(2) Debt Service: Included in the above Road Fund appropriation is \$835,900 in fiscal year 2026-2027 and \$833,700 in fiscal year 2027-2028 for debt service on previously authorized bonds. Notwithstanding KRS 183.525, \$835,900 in fiscal year

2026-2027 and \$833,700 in fiscal year 2027-2028 is transferred to the Road Fund from the Kentucky Aviation Economic Development Fund to support debt service on those bonds.

3. DEBT SERVICE

	2026-27	2027-28
Road Fund	100,330,300	103,213,000

(1) Economic Development Road Lease-Rental Payments: Included in the above Road Fund appropriation is \$100,080,300 in fiscal year 2026-2027 and \$102,963,000 in fiscal year 2027-2028 for Economic Development Road lease-rental payments relating to projects financed by Economic Development Road Revenue Bonds previously authorized by the General Assembly and issued by the Kentucky Turnpike Authority.

(2) Debt Payment Acceleration Fund Account: Notwithstanding KRS 175.505, no portion of the revenues to the state Road Fund provided by the adjustments in KRS 138.220(2), excluding KRS 177.320 and 177.365, shall accrue to the Debt Payment Acceleration Fund account during the 2026-2028 fiscal biennium.

4. HIGHWAYS

	2026-27	2027-28
Restricted Funds	197,654,900	198,294,800
Federal Funds	1,275,288,600	1,284,495,000
Road Fund	1,167,096,400	1,215,769,000
TOTAL	2,640,039,900	2,698,558,800

(1) Debt Service: Included in the above Federal Funds appropriation is \$69,146,800 in fiscal year 2026-2027 and \$11,351,900 in fiscal year 2027-2028 for debt service on Grant Anticipation Revenue Vehicle (GARVEE) Bonds previously appropriated by the General Assembly.

(2) Biennial Highway Construction Program: Included in the State Supported

1 Construction Program is \$598,505,900 in fiscal year 2026-2027 and \$624,807,200 in
2 fiscal year 2027-2028 from the Road Fund for state construction projects in the 2026-
3 2028 Biennial Highway Construction Program.

4 **(3) Highway Construction Contingency Account:** Included in the State
5 Supported Construction Program is \$31,000,000 in Road Fund each year for the Highway
6 Construction Contingency Account. Notwithstanding KRS 224.43-505(2)(d), included in
7 the Highway Construction Contingency Account is \$5,000,000 in each fiscal year for the
8 Kentucky Pride Fund created in KRS 224.43-505. Also included in the Highway
9 Construction Contingency Account for Railroads is \$1,600,000 in each fiscal year for
10 public safety and service improvements which shall not be expended unless matched with
11 non-state funds equaling at least 20 percent of the total amount for any individual project.
12 Additionally, in each fiscal year, up to \$350,000 of the \$1,600,000 appropriation may be
13 used to research the merits and responsibilities of the Kentucky Rail Office in the
14 Kentucky Transportation Cabinet and establish and administer the Kentucky Rail Office.

15 **(4) County Priority Projects Program:** Included in the State Supported
16 Construction program is \$20,000,000 in each fiscal year from the Road Fund for the
17 County Priority Projects program to assist with county and city roads.

18 **(5) County and City Bridge Improvement Program:** Included in the State
19 Supported Construction Program is \$25,000,000 in each fiscal year in Road Fund to
20 support the County and City Bridget Improvement Program.

21 **(6) 2024-2026 Biennial Highway Construction Plan:** Projects in the enacted
22 2024-2026 Biennial Highway Construction Plan are authorized to continue their current
23 authorization into the 2026-2028 fiscal biennium. If projects in previously enacted
24 highway construction plans conflict with the 2026-2028 Biennial Highway Construction
25 Plan, the projects in the 2026-2028 Biennial Highway Construction Plan shall control.
26 The Secretary shall make every effort to maintain highway program delivery by adhering
27 to the timeframes included in the 2026-2028 Biennial Highway Construction Plan for

1 those projects.

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

5 **(8) State Match Provisions:** The Transportation Cabinet is authorized to utilize
6 state construction moneys or Toll Credits to match federal highway moneys.

7 **(9) Federal Aid Highway Funds:** If additional federal highway moneys are
8 made available to Kentucky by the United States Congress, the funds shall be used
9 according to the following priority: (a) Any demonstration-specific or project-specific
10 moneys shall be used on the project identified; and (b) All other funds shall be used to
11 ensure that projects in the fiscal biennium 2026-2028 Biennial Highway Construction
12 Plan are funded. If additional federal moneys remain after these priorities are met, the
13 Transportation Cabinet may select projects from the Highway Preconstruction Program.

14 **(10) Road Fund Cash Management:** The Secretary of the Transportation Cabinet
15 may continue the Cash Management Plan to address the policy of the General Assembly
16 to expeditiously initiate and complete projects in the fiscal biennium 2026-2028 Biennial
17 Highway Construction Plan. Notwithstanding KRS Chapter 45, specifically including
18 KRS 45.242 and 45.244, the Secretary may concurrently advance projects in the Biennial
19 Highway Construction Plan by employing management techniques that maximize the
20 Cabinet's ability to contract for and effectively administer the project work. Under the
21 approved Cash Management Plan, the Secretary shall continuously ensure that the
22 unspent project and Road Fund balances available to the Transportation Cabinet are
23 sufficient to meet expenditures consistent with appropriations provided. The
24 Transportation Cabinet shall provide quarterly reports to the Interim Joint Committee on
25 Appropriations and Revenue when the General Assembly is not in session and the
26 Standing Committees on Appropriations and Revenue when the General Assembly is in
27 session beginning July 1, 2026.

1 **(11) Carry Forward of Appropriation Balances:** Notwithstanding KRS 45.229,
 2 unexpended Road Fund and General Fund appropriations in the Highways budget unit for
 3 the Construction program, the Maintenance program, and the Research program in fiscal
 4 year 2025-2026 and in fiscal year 2026-2027 shall not lapse but shall carry forward.
 5 Unexpended Federal Funds and Restricted Funds appropriations in the Highways budget
 6 unit for the Construction program, the Maintenance program, the Equipment Services
 7 program, the Research program, and the Eastern Kentucky State Aid Funding for
 8 Emergencies (EKSAFE) program in fiscal year 2025-2026 and in fiscal year 2026-2027,
 9 up to the amount of ending cash balances and unissued Highway and GARVEE Bond
 10 Funds, to include any interest income earned on those bond funds, and grant balances
 11 shall not lapse but shall carry forward.

12 **(12) Federally Supported Construction Program:** Included in the above Federal
 13 Funds appropriation is \$1,244,953,200 in fiscal year 2026-2027 and \$1,253,986,000 in
 14 fiscal year 2027-2028 for federal construction projects.

15 **(13) Highways Maintenance:** Included in the above Highways Road Fund
 16 appropriation is \$493,714,500 in fiscal year 2026-2027 and \$514,624,600 in fiscal year
 17 2027-2028 for Highways Maintenance. Highways Maintenance positions may be filled to
 18 the extent the above funding level and the Highways Maintenance continuing
 19 appropriation are sufficient to support those positions.

20 **(14) Delayed Projects Status Report:** The Secretary of the Transportation
 21 Cabinet shall report by September 30 of each fiscal year to the Interim Joint Committee
 22 on Transportation any project included in the enacted Biennial Highway Construction
 23 Plan which has been delayed beyond the fiscal year for which the project was authorized.
 24 The report shall include:

- 25 (a) The county name;
- 26 (b) The Transportation Cabinet project identification number;
- 27 (c) The route where the project is located;

- 1 (d) The length of the project;
- 2 (e) A description of the project and the scope of improvement;
- 3 (f) The type of local, state, or federal funds to be used on the project;
- 4 (g) The stage of development for the design, right-of-way, utility, and
- 5 construction phases;
- 6 (h) The fiscal year in which each phase of the project was scheduled to
- 7 commence;
- 8 (i) The estimated cost for each phase of the project;
- 9 (j) A detailed description of the circumstances leading to the delay; and
- 10 (k) The same information required in paragraphs (a) to (i) of this subsection for
- 11 the project or projects advanced with funds initially scheduled for the delayed project.

12 **(15) Maintenance Reentry Employment Program:** Included in the above Road
 13 Fund appropriation is \$1,000,000 in each fiscal year to support contracting with a
 14 501(c)(3) nonprofit organization or other entity that employs individuals on probation or
 15 parole supervision to perform crew-based maintenance services. These individuals will
 16 be selected with input from the Department of Corrections and shall provide assistance
 17 with litter abatement, graffiti removal, and vegetation control.

18 **(16) Grant Anticipation Revenue Vehicle (GARVEE) Bonds Reauthorization:**
 19 The \$150,000,000 GARVEE Bonds authorized in 2024 Ky. Acts ch. 180, Part I, 4., (15)
 20 are reauthorized.

21 **(17) Grant Anticipation Revenue Vehicle (GARVEE) Bonds Debt Service:**
 22 Included in the above Federal fund appropriation is \$7,713,200 in fiscal year 2026-2027
 23 and \$15,426,400 in fiscal year 2027-2028 for debt service payments related to the I-69
 24 Ohio River crossing. Included in the above Road Fund appropriation is \$1,928,300 in
 25 fiscal year 2026-2027 and \$3,856,600 in fiscal year 2027-2028 for debt service payments
 26 related to the I-69 Ohio River crossing.

27 **(18) Grant Anticipation Revenue Vehicle (GARVEE) Bonds Reauthorization:**

The \$150,000,000 GARVEE Bonds authorized in 2022 Ky. Acts ch. 214, Part I, 4., (15) are reauthorized.

(19) Reauthorized Grant Anticipation Revenue Vehicle (GARVEE) Bonds Debt Service: Included in the above Federal fund appropriation is \$15,426,400 in each fiscal year for debt service payments related to the Brent Spence Bridge Project. Included in the above Road Fund appropriation is \$3,856,000 in each fiscal year for debt service payments related to Brent Spence Bridge Project.

(20) I-69 Ohio River Crossing: Notwithstanding 2024 Ky Acts ch. 223, sec. 55, the appropriation set forth in that section is not contingent upon award of a federal Multimodal Project Discretionary Grant and shall be allocated to the 2024-2026 Biennial Highway Construction Plan project number 2-1088.52.

(21) I-69 Ohio River Crossing: Notwithstanding KRS 176.431(1)(a), the 2024-2026 Biennial Highway Construction Plan project number 2-1088.52 may utilize design-build procurement methods.

(22) I-69 Ohio River Crossing: Pursuant to KRS 175B.020(10)(a)(5), the General Assembly hereby authorizes the Kentucky Public Transportation Infrastructure Authority (KPTIA) to act as the developing and issuing authority as described in KRS 175B.025, as necessary to facilitate the completion, operating, and maintenance of the I-69 Ohio River Crossing Project and hereby ratifies the financial plan for the Project adopted by KPTIA Resolution 2025-1 and the bi-state development agreement for the Project approved by KPTIA Resolution 2025-2.

5. JUDGMENTS

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

6. PUBLIC TRANSPORTATION

2026-27**2027-28**

1	General Fund	15,093,500	15,093,500
2	Restricted Funds	735,100	749,600
3	Federal Funds	41,838,100	41,873,800
4	TOTAL	57,666,700	57,716,900

5 **(1) Nonpublic School Transportation:** Included in the above General Fund
6 appropriation is \$5,000,000 in each fiscal year for nonpublic school transportation.

7 **7. REVENUE SHARING**

8		2026-27	2027-28
9	Road Fund	341,452,400	360,734,600

10 **(1) County Road Aid Program:** Included in the above Road Fund appropriation
11 is \$128,963,300 in fiscal year 2026-2027 and \$136,265,000 in fiscal year 2027-2028 for
12 the County Road Aid Program in accordance with KRS 177.320, 179.410, 179.415, and
13 179.440. Notwithstanding KRS 177.320(2) and (4), the above amount has been reduced
14 by \$38,000 in each year, which has been appropriated to the Highways budget unit for
15 the support of the Kentucky Transportation Center.

16 **(2) Rural Secondary Program:** Included in the above Road Fund appropriation
17 is \$156,447,400 in fiscal year 2026-2027 and \$165,305,200 in fiscal year 2027-2028 for
18 the Rural Secondary Program in accordance with KRS 177.320, 177.330, 177.340,
19 177.350, and 177.360. Notwithstanding KRS 177.320(1) and (4), the above amount has
20 been reduced by \$46,000 in each year, which has been appropriated to the Highways
21 budget unit for the support of the Kentucky Transportation Center.

22 **(3) Municipal Road Aid Program:** Included in the above Road Fund
23 appropriation is \$54,263,200 in fiscal year 2026-2027 and \$57,335,500 in fiscal year
24 2027-2028 for the Municipal Road Aid Program in accordance with KRS 177.365,
25 177.366, and 177.369. Notwithstanding KRS 177.320(4) and 177.365(1), the above
26 amount has been reduced by \$16,000 in each year, which has been appropriated to the
27 Highways budget unit for the support of the Kentucky Transportation Center.

(4) Energy Recovery Road Fund: Included in the above Road Fund appropriation is \$181,000 in each fiscal year for the Energy Recovery Road Fund in accordance with KRS 177.977, 177.9771, 177.978, 177.979, and 177.981.

(5) Continuation of the Flex Funds and the 80/20 Bridge Replacement Programs: The Transportation Cabinet shall continue the Flex Funds and the 80/20 Bridge Replacement Programs within the Rural Secondary Program.

8. VEHICLE REGULATION

	2025-26	2026-27	2027-28
Restricted Funds	-0-	23,983,900	22,826,200
Federal Funds	-0-	4,627,100	4,627,100
Road Fund	5,035,600	80,210,100	77,927,900
TOTAL	5,035,600	108,821,100	105,381,200

TOTAL - TRANSPORTATION CABINET

	2025-26	2026-27	2027-28
General Fund	-0-	16,759,000	16,777,200
Restricted Funds	-0-	244,096,200	243,559,700
Federal Funds	-0-	1,322,254,600	1,331,496,700
Road Fund	5,035,600	1,772,614,300	1,841,868,900
SUBTOTAL	5,035,600	3,355,724,100	3,433,702,500

PART II

CAPITAL PROJECTS BUDGET

(1) Capital Construction Fund Appropriations and Reauthorizations:
Moneys in the Capital Construction Fund are appropriated for the following capital projects subject to the conditions and procedures in this Act. Items listed without appropriated amounts are previously authorized for which no additional amount is required. These items are listed in order to continue their current authorization into the 2026-2028 fiscal biennium. Unless otherwise specified, reauthorized projects shall

conform to the original authorization enacted by the General Assembly.

(2) Expiration of Existing Line-Item Capital Construction Projects: All appropriations to existing line-item capital construction projects expire on June 30, 2026, unless reauthorized in this Act with the following exceptions: (a) A construction contract for the project shall have been awarded by June 30, 2026; (b) Permanent financing or a short-term line of credit sufficient to cover the total authorized project scope shall have been obtained in the case of projects authorized for bonds, if the authorized project completes an initial draw on the line of credit within the biennium immediately subsequent to the original authorization; and (c) Grant or loan agreements, if applicable, shall have been finalized and properly signed by all necessary parties. Notwithstanding the criteria set forth in this subsection and KRS 45.229 and 45.770(5)(d), funds appropriated to the 2024-2026 and 2026-2028 fiscal biennia maintenance pools shall not lapse and shall carry forward.

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

(4) Appropriations for Projects Not Line-Itemized: Inasmuch as the identification of specific projects cannot be ascertained with absolute certainty at this time, amounts are appropriated for specific purposes to projects which are not individually identified in this Act in the following areas: maintenance pools. Notwithstanding any statute to the contrary, projects estimated to cost \$1,000,000 and over and equipment estimated to cost \$200,000 and over shall be reported to the Capital Projects and Bond Oversight Committee.

A. TRANSPORTATION CABINET

Budget Units	2026-27	2027-28
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1	1. GENERAL ADMINISTRATION AND SUPPORT		
2	001. Maintenance Pool - 2026-2028		
3	Road Fund	7,500,000	7,500,000
4	002. Ballard County Maintenance Facility and Salt Storage Additional		
5	Reauthorization (\$3,513,000 Road Fund)		
6	Road Fund	-0-	500,000
7	003. Construct Hopkins County Maintenance and Salt Storage Additional		
8	Reauthorization (\$2,770,000 Road Fund)		
9	Road Fund	-0-	200,000
10	004. Construct Breckinridge County Maintenance and Salt Facility Additional		
11	Reauthorization (\$3,500,000 Road Fund)		
12	005. Whitley County Maintenance Facility and Salt Structure Additional		
13	Reauthorization (\$4,500,000 Road Fund)		
14	Road Fund	400,000	-0-
15	006. Construct District 2 Office and Materials Lab Additional Reauthorization		
16	(\$2,000,000 Road Fund)		
17	Road Fund	-0-	250,000
18	2. AVIATION		
19	001. Aircraft Major Maintenance Pool - 2026-2028		
20	Investment Income	1,200,000	1,200,000
21	002. Construct Capital City Airport Terminal Building Reauthorization		
22	(\$9,000,000 Restricted Funds)		
23	003. Construct One Aircraft Maintenance Hangar Reauthorization (\$6,910,000		
24	Restricted Funds)		
25	004. Construct Sixteen New T-Hangers Reauthorization (\$2,750,000 Restricted		
26	Funds)		
27	005. Construct Two Medium Sized Box Hangars Reauthorization (\$1,600,000		

1 Restricted Funds)

2 **3. HIGHWAYS**

3 **001. Road Maintenance Parks - 2026-2028**

4	Road Fund	1,500,000	1,500,000
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5 **002. Various Environmental Compliance - 2026-2028**

6	Road Fund	500,000	500,000
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7 **003. Increase Truck Parking Capacity**

8	Federal Funds	5,000,000	-0-
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9 **004. Jefferson County - Lease**

10 **PART III**

11 **FUNDS TRANSFER**

12 The General Assembly finds that the financial condition of state government
13 requires the following action.

14 Notwithstanding the statutes or requirements of the Restricted Funds enumerated
15 below, there is transferred to the General Fund the following amounts in fiscal year 2026-
16 2027 and fiscal year 2027-2028:

17		2026-27	2027-28
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18 **A. TRANSPORTATION CABINET**

19 **1. Aviation**

20	Agency Revenue Fund	2,040,400	1,596,600
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21 (KRS 183.525(4) and (5))

22	TOTAL - FUNDS TRANSFER	2,040,400	1,596,600
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23 **PART IV**

24 **TRANSPORTATION CABINET BUDGET SUMMARY**

25 **OPERATING BUDGET**

26		2025-26	2026-27	2027-28
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27	General Fund	-0-	16,759,000	16,777,200
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1	Restricted Funds	-0-	244,096,200	243,559,700
2	Federal Funds	-0-	1,322,254,600	1,331,496,700
3	Road Fund	5,035,600	1,772,614,300	1,841,868,900
4	SUBTOTAL	5,035,600	3,355,724,100	3,433,702,500
5	CAPITAL PROJECTS BUDGET			
6		2025-26	2026-27	2027-28
7	Investment Income	-0-	1,200,000	1,200,000
8	Federal Funds	-0-	5,000,000	-0-
9	Road Fund	-0-	9,900,000	10,450,000
10	SUBTOTAL	-0-	16,100,000	11,650,000
11	TOTAL - TRANSPORTATION CABINET BUDGET			
12		2025-26	2026-27	2027-28
13	General Fund	-0-	16,759,000	16,777,200
14	Restricted Funds	-0-	244,096,200	243,559,700
15	Federal Funds	-0-	1,327,254,600	1,331,496,700
16	Road Fund	5,035,600	1,782,514,300	1,852,318,900
17	Investment Income	-0-	1,200,000	1,200,000
18	TOTAL FUNDS	5,035,600	3,371,824,100	3,445,352,500