

1 AN ACT amending the 2018-2020 executive branch biennial budget, making an
2 appropriation therefor, and declaring an emergency.

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

4 ➔Section 1. 2018 Kentucky Acts Chapter 169, Part I, Operating Budget; A.
5 General Government, 11. Local Government Economic Assistance Fund, at page 1284, as
6 amended by 2018 Kentucky Acts Chapter 203, is further amended to read as follows:

7 **11. LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND**

8	2018-19	2019-20
9 General Fund	26,257,600	22,825,700

10 (1) **Additional Coal Severance Transfer:** Notwithstanding KRS 42.450 to
11 42.495, an additional amount equal to \$3,686,100 in fiscal year 2018-2019 and \$642,900
12 in fiscal year 2019-2020 shall be transferred from the Local Government Economic
13 Development Fund to the Local Government Economic Assistance Fund established by
14 KRS 42.450 to be allocated in accordance with KRS 42.470(1).

15 (2) **Jefferson County Mineral Severance:** Notwithstanding KRS 42.450 to
16 42.495, all funds distributed to Jefferson County in accordance with KRS 42.470(2)(a)
17 shall be ***distributed by the Department for Local Government directly to the Waterfront***
18 ***Botanical Gardens in each fiscal year*** ~~used by the Jefferson County Fiscal Court for the~~
19 ~~Waterfront Botanical Gardens].~~

20 (3) **Coal Haul Road System:** Notwithstanding KRS 42.455(2) and (7), no funds
21 appropriated to the Local Government Economic Assistance Fund are required to be
22 spent on the coal haul road system.

23 (4) **Excess Coal Severance Tax Receipts:** Notwithstanding KRS 42.450 to
24 42.495, 100 percent of the severance and processing taxes on coal collected annually in
25 excess of the official estimate presented by the Office of State Budget Director shall be
26 transferred in each fiscal year from the General Fund to the Local Government Economic
27 Assistance Fund on a quarterly basis and appropriated for allocation in accordance with

1	Federal Funds	397,500	-0-
2	TOTAL	28,783,100	<u>29,616,800</u> [28,556,300]

3 **(1) Funding for Commercialization and Innovation:** Notwithstanding KRS
4 154.12-278, interest income earned on the balances in the High-Tech
5 Construction/Investment Pool and loan repayments received by the High-Tech
6 Construction/Investment Pool shall be used to support the Office of Entrepreneurship and
7 are appropriated in addition to amounts appropriated above.

8 **(2) Lapse and Carry Forward of General Fund Appropriation Balance for**
9 **Bluegrass State Skills Corporation:** Notwithstanding KRS 45.229, the General Fund
10 appropriation balance for Bluegrass State Skills Corporation training grants for fiscal year
11 2017-2018 and fiscal year 2018-2019 shall not lapse and shall carry forward. The amount
12 available to the Corporation for disbursement in each fiscal year shall be limited to the
13 unexpended training grant allotment balance at the end of fiscal year 2016-2017
14 combined with the additional training grant allotment amounts for each fiscal year of the
15 2018-2020 biennium, less any disbursements. If the required disbursements exceed the
16 Bluegrass State Skills Corporation training grants allotment balance, notwithstanding
17 KRS 154.12-278, Restricted Funds may be expended for training grants.

18 **(3) Science and Technology Program:** Notwithstanding KRS 164.6017,
19 164.6021(1), 164.6023(8), 164.6029(1), 164.6031(3), 164.6037(1), and 164.6039(3) and
20 (7), the Cabinet for Economic Development shall have the authority to carry out the
21 provisions of KRS 164.6019 to 164.6041. Included in the above General Fund
22 appropriation is \$4,792,800 in each fiscal year to support the Science and Technology
23 Program.

24 **(4) Carry Forward of General Fund Appropriation Balance:** Notwithstanding
25 KRS 45.229, any unexpended balance from the fiscal year 2017-2018 General Fund
26 appropriation in the Council on Postsecondary Education, Science and Technology
27 Program, shall not lapse and shall be appropriated to the Cabinet for Economic

1 Development. The General Fund appropriation in fiscal year 2018-2019 to the Cabinet for
2 Economic Development, Science and Technology Program, shall not lapse and shall carry
3 forward in the Cabinet for Economic Development.

4 (5) Debt Service: Included in the above General Fund appropriation is
5 \$1,060,500 in fiscal year 2019-2020 for new debt service to support bonds as set forth
6 in Part II, Capital Projects Budget, of this Act.

7 ➔Section 4. 2018 Kentucky Acts Chapter 169, Part II, Capital Projects Budget; B.
8 Economic Development, at page 1333, is amended to read as follows:

9 **B. ECONOMIC DEVELOPMENT CABINET**

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

19 (2) **Use of New Economy Funds:** Notwithstanding KRS 154.12-100, 154.12-
20 278(4) and (5), and 154.20-035, the Secretary of the Cabinet for Economic Development
21 may use funds appropriated in the Economic Development Bond Program, High-Tech
22 Construction/Investment Pool, and the Kentucky Economic Development Finance
23 Authority Loan Pool interchangeably for economic development projects.

24 (3) **Economic Development Projects:** The Cabinet for Economic Development
25 may use unobligated or uncommitted bonds that have been previously authorized in 2014
26 Ky. Acts ch. 117, Pt. II, B., 1. and 2016 Ky. Acts ch. 149, Pt. II, B., 1. for economic
27 development projects in the 2018-2020 fiscal biennium.

<u>Budget Unit</u>	<u>2018-19</u>	<u>2019-20</u>
<u>1. ECONOMIC DEVELOPMENT</u>		
<u>001. Economic Development Bond Program - 2020</u>		
<u>Bond Funds</u>	<u>-0-</u>	<u>25,000,000</u>

➔Section 5. 2018 Kentucky Acts Chapter 169, Part I, Operating Budget; C. Department of Education, 2. Operations and Support Services, at pages 1298 to 1299, is amended to read as follows:

2. OPERATIONS AND SUPPORT SERVICES

	2018-19	2019-20
General Fund	56,243,700	56,326,300
Restricted Funds	7,401,500	7,401,500
Federal Funds	389,132,300	389,178,100
TOTAL	452,777,500	452,905,900

(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 \$3,555,900 in each fiscal year for the School Food Services Program.

(4) **Review of the Classification of Primary and Secondary School Buildings:** Included in the above General Fund appropriation is \$600,000 in each fiscal year to implement KRS 157.420(9) and (10). Notwithstanding KRS 45.229, any portion of the \$600,000 that has not been expended by the end of fiscal year 2018-2019 shall not lapse

1 and shall carry forward into fiscal year 2019-2020. Notwithstanding KRS 157.420(9) and
 2 (10), only schools classified as A1, A2, A3, A4, A5, A6, C2, and D1 shall be included in
 3 the evaluation process. Notwithstanding KRS 157.420(9) and (10), the Department of
 4 Education may limit the school buildings included in the evaluation process based on the
 5 time elapsed since the building's construction or last major renovation as defined in 702
 6 KAR 4:160. The Department of Education shall provide an updated list of school
 7 buildings evaluated by the process pursuant to KRS 157.420(9) and (10) to the
 8 Legislative Research Commission by October 1, 2019.

9 **(5) Advanced Placement and International Baccalaureate Exams:**
 10 Notwithstanding KRS 160.348(3), included in the above General Fund appropriation is
 11 \$1,000,000 in each fiscal year to pay the cost of Advanced Placement and International
 12 Baccalaureate examinations for those students who meet the eligibility requirements for
 13 free or reduced-price meals.

14 **(6) School Technology**~~[in Coal Counties]~~: Included in the above General Fund
 15 appropriation is \$1,750,000 in each fiscal year for the Kentucky Datastream Initiative for
 16 the purposes of enhancing education technology in local school districts.
 17 Notwithstanding KRS 42.726 to 42.730, the Secretary of the Finance and
 18 Administration Cabinet shall provide exclusive approval and oversight of all contracts
 19 related to the program~~[the purpose of enhancing education technology in local school~~
 20 ~~districts within coal-producing counties. The Commissioner of Education shall use the~~
 21 ~~appropriation in this subsection to continue the Coal County Computing Program in~~
 22 ~~conjunction with the Cabinet for Economic Development through its Department of~~
 23 ~~Commercialization and Innovation].~~

24 ➔Section 6. 2018 Kentucky Acts Chapter 169, Part I, Operating Budget; E.
 25 Energy and Environment Cabinet, 3. Natural Resources, at page 1304, is amended to read
 26 as follows:

27 **3. NATURAL RESOURCES**

	2018-19	2019-20
1		
2	3,757,300	3,757,300
3	37,228,700	37,702,200
4	14,698,100	14,661,700
5	61,424,900	61,846,200
6	117,109,000	117,967,400

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

17 **(2) Environmental Stewardship Program:** Included in the above General Fund
18 (Tobacco) appropriation is \$2,500,000 in each fiscal year for the Environmental
19 Stewardship Program.

20 **(3) Conservation District Local Aid:** Included in the above General Fund
21 (Tobacco) appropriation is \$907,300 in each fiscal year for the Division of Conservation
22 to provide direct aid to local conservation districts.

23 **(4) Match for Conservation Program:** Included in the above General Fund
24 (Tobacco) appropriation is \$350,000 in each fiscal year to provide the nonfederal match
25 for a federal conservation program.

26 **(5) Restricted Funds Uses: Notwithstanding KRS 262.640, funds may be**
27 **expended for the purposes detailed in KRS 353.562.**

1 ➔Section 7. 2018 Kentucky Acts Chapter 169, Part I, Operating Budget; H.
2 Justice and Public Safety Cabinet, 2. Criminal Justice Training, at pages 1315 to 1316, is
3 amended to read as follows:

4 **2. CRIMINAL JUSTICE TRAINING**

	2018-19	2019-20
6 Restricted Funds	90,330,600	82,834,500
7 Federal Funds	120,200	120,200
8 TOTAL	90,450,800	82,954,700

9 **(1) Kentucky Law Enforcement Foundation Program Fund:** Included in the
10 above Restricted Funds appropriation is \$88,818,100 in fiscal year 2018-2019 and
11 \$80,366,500 in fiscal year 2019-2020 for the Kentucky Law Enforcement Foundation
12 Program Fund.

13 **(2) Training Incentive Payments:** Notwithstanding KRS 15.460(1), included in
14 the above Restricted Funds appropriation is \$4,000 in each fiscal year for each participant
15 for training incentive payments.

16 **(3) Training Incentive Stipends Expansion to Other Peace Officers:**

17 (a) Notwithstanding KRS 15.410, 15.420(2), 15.460(1), 15.470(2) and (4), and
18 any statute to the contrary, included in the above Restricted Funds appropriation is
19 sufficient funding for a \$4,000 annual training incentive stipend for Kentucky state
20 troopers, Kentucky State Police arson investigators, Kentucky State Police hazardous
21 devices investigators, Kentucky State Police legislative security specialists, Kentucky
22 vehicle enforcement officers, Horse Park mounted patrol officers, Parks rangers,
23 Agriculture investigators, Charitable Gaming investigators, Alcoholic Beverage Control
24 investigators, Insurance Fraud investigators, and Attorney General investigators from the
25 Kentucky Law Enforcement Foundation Program Fund. Employers of these officers shall
26 be reimbursed for the Federal Insurance Contributions Act tax and retirement plan
27 contributions employers are required to make to defined benefit pension plans.

1 (b) Notwithstanding KRS 15.410, 15.420(2), 15.460(1), 15.470(2) and (4), and
2 any statute to the contrary, included in the above Restricted Funds appropriation is
3 sufficient funding for a \$4,000 annual training incentive stipend for School Security
4 officers employed by an eligible local unit of government, plus an amount equal to the
5 required employer's contribution on the supplement to the defined benefit plan to which
6 the officer belongs.

7 (c) Notwithstanding any statute to the contrary, employers of eligible local units
8 of government shall receive an administrative expense reimbursement in an amount equal
9 to 7.65 percent of the total annual supplement received greater than \$3,100 for each
10 qualified local officer. Total reimbursements to all employers of this subsection shall not
11 exceed \$525,000 in each fiscal year. If there are insufficient funds to provide for the full
12 provision of the administrative fee, then the amount shall be distributed pro rata to each
13 eligible local unit of government so that each receives the same percentage attributable to
14 its total receipts of the cash salary supplement.

15 **(4) Support for Statewide Law Enforcement Purposes:** (a)

16 Notwithstanding KRS 15.470 and any other statute to the contrary, included in the
17 above Restricted Funds appropriation is \$1,442,500 in each fiscal year to be transferred to
18 the Department of Kentucky State Police for the laboratory updates capital project set
19 forth in Part II, H., 3., 002. of this Act.

20 (b) Notwithstanding KRS 15.470 and any other statute to the contrary, included in
21 the above Restricted Funds appropriation is \$3,305,800 in fiscal year 2018-2019 and
22 \$872,800 in fiscal year 2019-2020 to be transferred to the Department of Kentucky State
23 Police for the sole purpose of purchasing marked and unmarked vehicles.

24 (c) Notwithstanding KRS 15.470 and any other statute to the contrary, included in
25 the above Restricted Funds appropriation is \$4,329,500 in fiscal year 2018-2019 to be
26 transferred to the Department of Kentucky State Police for the purposes of paying pension
27 spiking costs and sick leave service credit.

1 (d) Any unexpended balance from the appropriations set forth in paragraphs (a),
 2 (b), and (c) of this subsection shall lapse to the Kentucky Law Enforcement Foundation
 3 Program Fund.

4 **(5) Criminal Justice Council:** Pursuant to KRS 15.410 to 15.515, the
 5 Department of Criminal Justice Training shall not transfer funds from the Kentucky Law
 6 Enforcement Foundation Program Fund to support the Criminal Justice Council.

7 **(6) Administrative Costs:** Notwithstanding KRS 15.470 and any other statute to
 8 the contrary, the Department of Criminal Justice Training is authorized to transfer
 9 Restricted Funds to the Department of Justice Administration to support the Criminal
 10 Justice Training attorney positions in each fiscal year of the biennium.

11 **(7) Two-Way Radio System Replacement, Phase I Capital Project:**
 12 **Notwithstanding KRS 237.110 to 237.142, included in the above Restricted Funds**
 13 **appropriation is \$1,012,700 in fiscal year 2019-2020 to be transferred to the**
 14 **Department of Kentucky State Police for debt service to support bonds authorized for**
 15 **the Two-Way Radio System Replacement, Phase I capital project set forth in Part II,**
 16 **Capital Projects Budget, of this Act.**

17 ➔Section 8. 2018 Kentucky Acts Chapter 169, Part I, Operating Budget; H.
 18 Justice and Public Safety Cabinet, 4. State Police, at pages 1316 to 1317, is amended to
 19 read as follows:

20 **4. STATE POLICE**

	2018-19	2019-20
21 General Fund	125,210,700	121,147,800
22 Restricted Funds	38,458,400	31,357,800 32,370,500
23 Federal Funds	11,097,100	11,097,100
24 Road Fund	105,278,800	106,762,100
25 TOTAL	280,045,000	270,364,800 271,377,500

26 **(1) Call to Extraordinary Duty:** There is appropriated from the General Fund to
 27

1 the Department of Kentucky State Police, subject to the conditions and procedures
2 provided in this Act, funds which are required as a result of the Governor's call of the
3 Kentucky State Police to extraordinary duty when an emergency situation has been
4 declared to exist by the Governor. Funding is authorized to be provided from the General
5 Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS
6 48.705).

7 **(2) State Police and Vehicle Enforcement Personnel Training Incentive:**
8 Included in the above Restricted Funds appropriation is sufficient funding for a \$4,000
9 annual training incentive stipend for state troopers, arson investigators, hazardous devices
10 investigators, legislative security specialists, and vehicle enforcement officers from the
11 Kentucky Law Enforcement Foundation Program Fund.

12 **(3) Restricted Funds Uses:** Notwithstanding KRS 24A.179, 42.320(2)(h),
13 65.7631, 189A.050(3)(a), 237.110(18), and 281A.160(2)(b), funds are included in the
14 above Restricted Funds appropriation to maintain the operations and administration of the
15 Kentucky State Police.

16 **(4) Dispatcher Training Incentive:** Included in the above General Fund
17 appropriation is sufficient funding for a \$3,100 annual training incentive stipend for
18 dispatchers.

19 **(5) Debt Service:** Included in the above General Fund appropriation is
20 \$1,125,300 in fiscal year 2019-2020 for new debt service to support new bonds as set
21 forth in Part II, Capital Projects Budget, of this Act.

22 **(6) Transfers for Statewide Law Enforcement Purposes:** (a) Included in the
23 above Restricted Funds appropriation is \$1,442,500 in each fiscal year for the laboratory
24 updates capital project set forth in Part II, H., 3., 002. of this Act.

25 (b) Included in the above Restricted Funds appropriation is \$3,305,800 in fiscal
26 year 2018-2019 and \$872,800 in fiscal year 2019-2020 for the sole purpose of purchasing
27 marked and unmarked vehicles.

1 (c) Included in the above Restricted Funds appropriation is \$4,329,500 in fiscal
2 year 2018-2019 for the purposes of paying pension spiking costs and sick leave service
3 credit.

4 (d) Any unexpended balance from the appropriations set forth in paragraphs (a),
5 (b), and (c) of this subsection shall lapse to the Kentucky Law Enforcement Foundation
6 Program Fund.

7 **(7) Forensic Laboratory Technician Salary Increases:** Included in the above
8 General Fund appropriation is \$1,000,000 in each fiscal year for salary increases for
9 forensic laboratory technicians.

10 **(8) Two-Way Radio System Replacement, Phase I Capital Project:**

11 **(a) Notwithstanding KRS 237.110 to 237.142, included in the above Restricted**
12 **Funds appropriation is \$1,012,700 in fiscal year 2019-2020 to be transferred from the**
13 **Department of Criminal Justice Training for debt service to support bonds authorized**
14 **for the Two-Way Radio System Replacement, Phase I capital project set forth in Part**
15 **II, Capital Projects Budget, of this Act.**

16 **(b) Pursuant to KRS 150.021(3), the Finance and Administration Cabinet shall**
17 **provide \$112,500 in Restricted Funds support for debt service in fiscal year 2019-2020**
18 **to support bonds authorized for the Two-Way Radio System Replacement, Phase I**
19 **capital project set forth in Part II, Capital Projects Budget, of this Act.**

20 ➔Section 9. 2018 Kentucky Acts Chapter 169, Part I, Operating Budget; K.
21 Postsecondary Education, 1. Council on Postsecondary Education, at pages 1322 to 1323,
22 as amended by 2018 Kentucky Acts Chapter 203, is further amended to read as follows:

23 **1. COUNCIL ON POSTSECONDARY EDUCATION**

	2018-19	2019-20
24 General Fund (Tobacco)	7,000,000	6,686,500
25 General Fund	35,637,500	35,703,700
26 Restricted Funds	5,368,000	5,273,300

1	Federal Funds	12,772,000	12,322,000
2	TOTAL	60,777,500	59,985,500

3 **(1) Carry Forward of General Fund Appropriation Balance:** Notwithstanding
4 KRS 45.229, the General Fund appropriation in fiscal year 2017-2018 and fiscal year
5 2018-2019 to the Adult Education and Literacy Program shall not lapse and shall carry
6 forward. Notwithstanding KRS 45.229, the General Fund appropriation in fiscal year
7 2017-2018 to the Science and Technology Program shall not lapse and shall carry forward
8 and be appropriated to the Cabinet for Economic Development.

9 **(2) Interest Earnings Transfer from the Strategic Investment and Incentive**
10 **Trust Fund Accounts:** Notwithstanding KRS 164.7911, 164.7913, 164.7915, 164.7917,
11 164.7919, 164.7921, 164.7923, 164.7925, and 164.7927, any expenditures from the
12 Strategic Investment and Incentive Trust Fund accounts in excess of appropriated
13 amounts by the Council on Postsecondary Education shall be subject to KRS 48.630.

14 **(3) Program Elimination:** Notwithstanding KRS 164.028 to 164.0282, no
15 General Fund is provided for Professional Education Preparation.

16 **(4) Optometry Contract Spaces:** (a) Included in the above General Fund
17 appropriation is \$776,000 in each fiscal year to fund 44 optometry slots. Of those slots,
18 the Council on Postsecondary Education shall contract ten slots for fiscal year 2018-2019
19 and 15 slots for fiscal year 2019-2020 with the Kentucky College of Optometry for the
20 same supplement available through the Southern Regional Education Board.

21 (b) No dues shall be paid to the Southern Regional Education Board from the
22 appropriation included in paragraph (a) of this subsection.

23 **(5) Postsecondary Education Debt:** Notwithstanding KRS 45.750 to 45.810, in
24 order to lower the cost of borrowing, any university that has issued or caused to be issued
25 debt obligations through a not-for-profit corporation or a municipality or county
26 government for which the rental or use payments of the university substantially meet the
27 debt service requirements of those debt obligations is authorized to refinance those debt

1 obligations if the principal amount of the debt obligations is not increased and the rental
2 payments of the university are not increased. Any funds used by a university to meet debt
3 obligations issued by a university pursuant to this subsection shall be subject to
4 interception of state-appropriated funds pursuant to KRS 164A.608.

5 **(6) Adult Education:** Included in the above General Fund appropriation are
6 funds in each fiscal year for the Kentucky Adult Education Funding Program.

7 **(7) Veterinary Medicine Contract Spaces:** (a) Included in the above General
8 Fund appropriation is \$5,084,000 in each fiscal year to fund 164 veterinary slots.

9 (b) No dues shall be paid to the Southern Regional Education Board from the
10 appropriation included in paragraph (a) of this subsection.

11 **(8) Ovarian Cancer Screening:** Notwithstanding KRS 164.476, included in the
12 above General Fund appropriation is \$500,000 in each fiscal year for the Ovarian Cancer
13 Screening Outreach Program at the University of Kentucky.

14 **(9) Cancer Research and Screening:** Included in the above General Fund
15 (Tobacco) appropriation is \$7,000,000 in fiscal year 2018-2019 and \$6,686,500 in fiscal
16 year 2019-2020 for cancer research and screening. The appropriation each fiscal year
17 shall be equally shared between the University of Louisville and the University of
18 Kentucky.

19 **(10) Veterinary Contract Spaces Working Group:** Having determined that there
20 is a need to study the effects of both the establishment of a forgivable loan program for
21 the students of the Veterinary Contract Spaces Program and the projected return of large
22 animal veterinary graduates to practice in Kentucky, the Kentucky Council on
23 Postsecondary Education is hereby directed to establish a working group composed of the
24 following:

25 (a) The President of the Council on Postsecondary Education or his
26 representative;

27 (b) The Speaker of the House or his representative;

- 1 (c) A minority member of the House appointed by the Speaker;
- 2 (d) The President of the Senate or his representative;
- 3 (e) A minority member of the Senate appointed by the President;
- 4 (f) The Kentucky Commissioner of Agriculture or his representative;
- 5 (g) The Executive Director of the Governor's Office of Agricultural Policy or his
6 representative;
- 7 (h) A representative of the Kentucky Cattlemen's Association;
- 8 (i) A representative of the Kentucky Pork Producers;
- 9 (j) A representative of the Kentucky Poultry Federation;
- 10 (k) A representative of the Kentucky Veterinary Medical Association;
- 11 (l) A representative of the Kentucky Farm Bureau; and
- 12 (m) A representative of the Kentucky Thoroughbred Owners and Breeders
13 (KTOB).

14 The working group shall report to the Interim Joint Committee on Appropriations
15 and Revenue no later than December 1, 2018.

16 **(11) Southern Regional Education Board Dues:** Included in the above General
17 Fund appropriation is \$210,000 in each fiscal year for Southern Regional Education
18 Board dues.

19 **(12) Optometry Contract Spaces Working Group:** Having determined that there
20 is a need to study the effects of both the establishment of a forgivable loan program for
21 the students of the Optometry Contract Spaces Program and the projected return of
22 Optometry graduates to practice in Kentucky, the Kentucky Council on Postsecondary
23 Education is hereby directed to establish a working group composed of the following:

- 24 (a) The President of the Council on Postsecondary Education or his
25 representative;
- 26 (b) The Speaker of the House or his representative;
- 27 (c) A minority member of the House appointed by the Speaker;

- 1 (d) The President of the Senate or his representative;
- 2 (e) A minority member of the Senate appointed by the President;
- 3 (f) The Dean of the Kentucky College of Optometry at the University of Pikeville
- 4 or his representative; and
- 5 (g) The President of the Kentucky Optometric Association or his representative.

6 The working group shall report to the Interim Joint Committee on Appropriations

7 and Revenue no later than December 1, 2018.

8 **(13) Disposition of Postsecondary Institution Property: Notwithstanding KRS**

9 **45.777 and 164A.575(8), a postsecondary institution's governing board may elect to**

10 **sell or dispose of personal property, real property, or major items of equipment. The**

11 **sale or disposal shall be subject to review by the Council on Postsecondary Education,**

12 **and approval shall be on a basis consistent with the strategic agenda and the mission**

13 **of the respective universities and the Kentucky Community and Technical College**

14 **System. After the Council on Postsecondary Education's approval of the sale, the**

15 **president of the postsecondary institution, or designee, shall submit the proposed sale**

16 **to the Capital Projects and Bond Oversight Committee at least 14 days prior to the**

17 **committee meeting for review and recommendation. The Capital Projects and Bond**

18 **Oversight Committee shall require justification for the equipment or property sale, the**

19 **appraised value of the equipment or property to be sold, and the funding source for**

20 **acquisition of the equipment or property to be sold. Upon recommendation by the**

21 **Capital Projects and Bond Oversight Committee and approval by the Secretary of the**

22 **Finance and Administration Cabinet, proceeds from the sale shall be designated to the**

23 **funding sources, on a proportionate basis, used for acquisition of the equipment or**

24 **property to be sold.**

25 **(14) Postsecondary Institution Property Sales: The Council on Postsecondary**

26 **Education shall provide a recommendation to establish a process for the sale or**

27 **disposal of all personal property, real property, or major items of equipment owned by**

1 postsecondary institutions to the Interim Joint Committee on Appropriations and
 2 Revenue by December 1, 2019.

3 →Section 10. 2018 Kentucky Acts Chapter 169, Part I, Operating Budget; K.
 4 Postsecondary Education, 4. Kentucky State University, at page 1324, is amended to read
 5 as follows:

6 **4. KENTUCKY STATE UNIVERSITY**

	2018-19	2019-20
8 General Fund	<u>25,749,000</u> [25,459,000]	25,259,100
9 Restricted Funds	19,220,000	19,220,000
10 Federal Funds	19,000,000	19,000,000
11 TOTAL	<u>63,969,000</u> [63,679,000]	63,479,100

12 (1) **Land Grant Match:** Included in the above General Fund appropriation is
 13 \$3,990,000 in fiscal year 2018-2019 and \$3,700,000 in ~~each~~ fiscal year 2019-2020 to
 14 fund the state match payments required of land-grant universities under federal law.

15 →Section 11. 2018 Kentucky Acts Chapter 169, Part I, Operating Budget; M.
 16 Tourism, Arts and Heritage Cabinet, 1. Secretary, at page 1328, as amended by 2018
 17 Kentucky Acts Chapter 203, is further amended to read as follows:

18 **1. SECRETARY**

	2018-19	2019-20
20 General Fund	3,158,700	3,213,700
21 Restricted Funds	14,703,200	14,703,200
22 TOTAL	17,861,900	17,916,900

23 (1) **Tourism Grants:** Included in the above Restricted Funds appropriation is
 24 \$350,000 in each fiscal year to support the Local Tourism~~[Theater]~~ Grant Program. The
 25 Kentucky Department of Tourism shall develop and administer the Local
 26 Tourism~~[Theater]~~ Grant Program for the purpose of supporting local theater programs
 27 and museums which complement the statewide tourism marketing efforts. The

1 department shall set ~~[program]~~ guidelines, timelines, funding cycles, reporting
 2 requirements, reimbursement procedures, and all other logistics and programmatic details
 3 necessary to manage and effectuate the grant program. The Local Tourism~~[Theater]~~
 4 Grant Program shall be open to all eligible local theater programs and museums in
 5 Kentucky, and the department shall provide grant program information on the
 6 department's industry Web site page and send notifications for applying for funding
 7 through the local tourism offices or the designated tourism representative from each
 8 county and/or city which is named and submitted to the Kentucky Department of Tourism
 9 by the applicable county judge/executive or mayor. Any funds that are not fully expended
 10 through the corresponding annual grant cycle by approved recipients shall lapse to the
 11 credit of the Tourism, Meeting, and Convention Marketing Fund.

12 ➔Section 12. 2018 Kentucky Acts Chapter 169, Part I, Operating Budget; M.
 13 Tourism, Arts and Heritage Cabinet, 4. Parks, at page 1329, is amended to read as
 14 follows:

15 **4. PARKS**

	2017-18	2018-19	2019-20
17 General Fund	8,831,600	46,549,700	<u>50,232,500</u> [48,111,500]
18 Restricted Funds	-0-	51,840,600	51,840,600
19 TOTAL	8,831,600	98,390,300	<u>102,073,100</u> [99,952,100]

20 **(1) Park Capital Maintenance and Renovation Fund:** Notwithstanding KRS
 21 148.810, no transfer to the Park Capital Maintenance and Renovation Fund shall be made.

22 **(2) Debt Service:** Included in the above General Fund appropriation is \$424,500
 23 in fiscal year 2018-2019 and \$3,394,500~~[\$1,273,500]~~ in fiscal year 2019-2020 for new
 24 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
 25 Act.

26 **(3) Capitol Annex Cafeteria:** Included in the above General Fund appropriation
 27 is \$234,400 in each fiscal year to support the Capitol Annex cafeteria operated by the

1 Department of Parks.

2 →Section 13. 2018 Kentucky Acts Chapter 169, Part II, Capital Projects Budget;
3 L. Tourism, Arts and Heritage Cabinet, 1. Parks, at page 1364, is amended to read as
4 follows:

5 **1. PARKS**

6 **001.** Maintenance Pool - 2018-2020

7 Bond Funds 10,000,000 10,000,000

8 **002.** Construct Lodge and/or Resort Facilities at Yatesville Lake

9 (1) **Authorization:** The above authorization is approved pursuant to KRS
10 45A.077.

11 **003.** Construct or Renovate Lodge Facilities at Natural Bridge

12 (1) **Authorization:** The above authorization is approved pursuant to KRS
13 45A.077.

14 **004.** Franklin County - Lease

15 **005. Waste Water Treatment and Infrastructure Upgrades Pool.**

16 **Bond Funds -0- 20,100,000**

17 **006. Lodge Roof Replacements and Repairs Pool**

18 **Bond Funds -0- 11,600,000**

19 **007. Utilities and Communications Cabling Infrastructure Replacement Pool**

20 **Bond Funds -0- 10,800,000**

21 **008. Life Safety System Upgrade and ADA Improvements Pool**

22 **Bond Funds -0- 4,100,000**

23 **009. Hospitality Upgrades Pool**

24 **Bond Funds -0- 3,400,000**

25 →Section 14. 2018 Kentucky Acts Chapter 169, Part I, Operating Budget; N.
26 Budget Reserve Trust Fund, at page 1330, as amended by 2018 Kentucky Acts Chapter
27 203, is further amended to read as follows:

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N. BUDGET RESERVE TRUST FUND

Budget Units

1. BUDGET RESERVE TRUST FUND

	2018-19	2019-20
General Fund	<u>33,165,100</u> [33,455,100]	<u>180,613,000</u> [195,064,500]

➔Section 15. Whereas the provisions of this Act provide ongoing support for programs funded in the 2018-2020 executive branch biennial budget, an emergency is declared to exist, and this Act takes effect upon its passage and approval by the Governor or upon its otherwise becoming law.