

Six-Year Capital Plan & Biennial Budget Preview

**Prepared for:
Kentucky Board of Education
Finance Committee**



Project Types

- ▶ **Capital Construction - \$1,000,000 and above**
- ▶ **Capital Lease - \$200,000 and above**
- ▶ **Capital Equipment - \$200,000 and above**
- ▶ **Information Technology System - \$1,000,000 and above**



KY School for the Blind (KSB)

- Located on 14 acres on Frankfort Avenue in Louisville
- KSB is a residential school in Louisville that offers a comprehensive K-12 education to students who are blind and visually impaired.
- Other instructional programs include a Short Term Program (1-12 weeks) of specialized instruction through the school year & a summer enrichment program.
- KSB Outreach supports local school districts throughout the state in reducing barriers to learning associated with a vision loss by providing technical assistance & professional development to district personnel.



KY School for the Deaf (KSD)



- Located on 185 acres on South Second Street in Danville
- KSD is a residential school that offers a comprehensive K-12 education program to students who are deaf or hard of hearing.
- Other instructional programs include an early childhood/preschool program located in Owensboro and Danville, and a summer enrichment program.
- KSD also serves local public school students in a collaborative partnership with Danville and Boyle Co. Public Schools through its Career and Tech Ed Program.
- KSD Outreach supports local school districts throughout the state in reducing barriers to learning associated with a hearing loss by providing technical assistance and professional development to district personnel.

FFA Leadership Training Center



- Located on a 125-acre site in Hardinsburg, has 38 buildings.
- FFA provides leadership training for nearly 3,000 youth yearly from every county in Kentucky.
- FFA makes a positive difference in the lives of students by developing their potential for premier leadership, personal growth and career success through agricultural education.
- Other school groups also use these facilities. The busiest time for the FFA is from June-August. Also, similar opportunities, which take the form of workshops for small groups, are provided through the schools.

2018-2024 Capital Plan (prior Biennial Submission EXAMPLE)

2018-2020	
Miscellaneous Maintenance Pool	3,000,000
State Schools Roof Study and Implementation	2,500,000
State Schools HVAC Pool	1,000,000
KSB Main Server Room	350,000
KSB Gregory Recreation Hall Upgrade	500,000
KSD Thomas Gym	1,500,000
KSD Brady Hall	2,000,000
FFA Cabin and Bathroom Upgrade	1,800,000
TOTAL	12,650,000
2020-2022	
Miscellaneous Maintenance Pool	3,000,000
KSB Hartford Building Upgrade	350,000
KSB Evans Hall Renovations	1,000,000
KSD Jacobs Hall	1,000,000
KSD Middleton Hall	1,000,000
FFA Cabin and Bathroom Upgrade	1,080,000
TOTAL	7,430,000
2022-2024	
Miscellaneous Maintenance Pool	3,000,000
KSB Campus Lighting	250,000
TOTAL	3,250,000



KDE Biennial Budget Preparation

- ▶ Process updates for KBE Finance Committee and Full Board.
 - February
 - April
 - June
 - August
 - October



Biennial Budget Preparation

- ▶ Governed by KRS Chapter 48
- ▶ Process administered by the Office of the State Budget Director;
- ▶ Executive Branch Agency Requests
 - Narrative summary and detailed comparative financial statements for each of the previous two fiscal years;
 - Budget of the current fiscal year;
 - Budget request for the next two fiscal years.
- ▶ Required for each branch of government (Executive, Judicial, Legislative).
- ▶ Submitted every odd-numbered year.



Budget Cost Categories

- ▶ **Personnel** – Salaries, wages, benefits and increments of all officers and employees, and payment to persons awarded personal service contracts.
- ▶ **Operating** – Expenditures directly attributable to the operation of state government.
- ▶ **Grants/Loans/Benefits** – Expenditures for any grant, aid, loan or relief payment to individuals, organizations, or jurisdictions.
- ▶ **Capital Outlay** – Exchange of values involved in acquiring lands, buildings, or other permanent properties, or in their construction, development, or permanent improvement. These are restricted to costs less than \$600K and items of equipment or other capital items estimated less than \$200K.
- ▶ **Debt Service** – Money required to pay the interest, principle, and required contributions to accumulate moneys for future retirement of lawfully incurred debt.



Fund Sources

General fund (0100) – State tax revenue collected by the Commonwealth under general tax laws and appropriated by the General Assembly to finance activities of state government.

Restricted fund (1300) – Receipts from revenue and non-revenue sources restricted as to purpose by statute, including budget acts.

Federal fund (1200) – Receipts from the federal government for a specific purpose.

Road fund (1100) – Funds from excise or license taxation relating to gasoline or other motor fuel products and moneys derived from fees, excise, or license taxes relating to registration, operation or use of vehicles on public highways. Kentucky Constitution § 230 dedicates these revenues for highways, bridges, vehicle regulation and related administrative purposes.

Capital (0200) – Moneys appropriated under provisions of KRS 45.750 to 45.800 for capital projects.



Key Dates for Budget and Capital Plan

- April 10, 2019 KBE final review for Capital Plan
- April 15, 2019 Capital Plan submission deadline to CPAB
- October 2019 KBE final review
- November 1, 2019 Biennial Budget submission

