





### Section 1: BG-1s, Capital Outlay Funds and Leases

#### Section 1.

- Until June 30, 2024, A local board may adopt a resolution and file it with KDE electing to conduct projects under the provisions of Section 1 of HB 678.
- Districts opting-in do not require KDE prior approval for building plans and specifications (KRS 162.060), Capital Outlay Funds (KRS 157.420), and financing arrangements (KRS 160.160(3) and (4)).
- Such districts may commence funding, financing, design, construction, renovation, or modification of district facility projects without prior approval from KDE.
- Districts may also use the estimate of an architect or engineer who
  prepared a project plan or specification to estimate the cost of the
  project in advance of financing.



#### Section 1. Cont.

- District projects must continue to be in accordance with all provisions and restrictions established in statute and regulation.
- KDE prior approval is waived.
- BG-1 Project Application forms must be filed with KDE for record keeping purposes.





# Section 2 District Facility Plans

#### Section 2.

- KDE continues to approve or disprove any complete DFP, request for acquisition of property, or request for disposal of surplus property
- Until June 30, 2024, KDE is required to approve or disapprove the request within 30 days.
- KDE shall report approved requests to the Kentucky Board of Education.
- A district may appeal any disapproval to the KBE.
- Pursuant to Section 5: districts may include extracurricular facilities (including Athletic facilities) in any DFP priority.



### Sections 3-6 Additional Provisions

#### Sections 3-6.

- Section 3: KDE is required to provide assistance and guidance to local boards upon request regarding facilities funding, financing, design, construction, renovation, and modification, district facilities plans, and the acquisition and disposal of property
- Section 4: The provisions of the Act are retroactive and applicable to outstanding submissions and requests made by local boards prior to the measure's effective date.
- Section 5: A district may include extracurricular facilities in any priority on a district DFP.
- Section 6: If prior approval of KDE is required to use federal ESSER funds or to use any other federal funds, prior approval is still required.





# Section 7 KDE Reporting

#### Section 7.

- By June 30, 2023, KDE shall conduct a review of administrative regulations, incorporated materials, design manuals, and district guidance materials relating to the construction, renovation, and modification of school facilities to identify inefficiencies in the review and approval process.
- KDE shall identify updates needed to the administrative regulations and materials due to the changing needs in facilities design, construction industry, and the economy.
  - Including most commonly granted waivers from administrative regulations and changes needed to reduce or eliminate the need for such waivers.
- KDE shall also review the procedures implemented for conducting reviews and approvals



#### Section 7. Cont.

- KDE is required to review its procedures for conducting reviews and approvals for building plans and specifications, Capital Outlay Funds and financing arrangements under KRS 160.160(3) and (4) in order to reduce delays and increase efficiency.
- KDE is to discuss with the Department of Housing, Buildings and Construction which elements of KBE administrative regulations are appropriate to incorporate into HBC regulations for enforcement.
- By September 1, 2023, KDE shall report the results of the aforementioned reviews to the Interim Joint Committee on A&R and the Interim Joint Committee on Education.
- Section 8: Emergency Clause.



#### **Questions?**

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