I - Justice and Public Safety Cabinet

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SENATE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

I - Justice and Public Safety Cabinet — Operating Budget

Summary Totals

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund (Tobacco)	1,923,400	1,923,400		1,923,400	1,923,400		1,923,400	1,923,400	
General Fund	652,803,400	652,803,400		634,438,700	586,803,700	(47,635,000)	663,665,800	611,276,800	(52,389,000)
Restricted Funds	113,386,900	113,386,900		117,409,000	117,409,000		120,538,000	120,538,000	
Federal Funds	44,403,900	44,403,900		43,145,500	43,145,500		42,995,100	42,995,100	
Road Fund	63,881,500	63,881,500		63,881,500	83,881,500	20,000,000	63,881,500	86,881,500	23,000,000
Regular Total Funds	**876,399,100**	**876,399,100**		**860,798,100**	**833,163,100**	**(27,635,000)**	**893,003,800**	**863,614,800**	**(29,389,000)**
Use of Continuing	477,300	477,300							
TOTAL FUNDS	**876,876,400**	**876,876,400**		**860,798,100**	**833,163,100**	**(27,635,000)**	**893,003,800**	**863,614,800**	**(29,389,000)**
II. EXPENDITURE CATEGORY									
Personnel Costs	489,355,300	489,355,300		489,101,500	487,289,500	(1,812,000)	501,036,700	499,224,700	(1,812,000)
Operating Expenses	104,757,900	104,757,900		101,303,100	101,015,100	(288,000)	101,750,500	101,462,500	(288,000)
Grants, Loans, Benefits	271,598,700	271,598,700		264,401,000	238,866,000	(25,535,000)	280,262,400	254,727,400	(25,535,000)
Debt Service	3,373,800	3,373,800		3,376,400	3,376,400		5,402,100	3,648,100	(1,754,000)
Capital Outlay	7,490,700	7,490,700		2,616,100	2,616,100		4,552,100	4,552,100	
Construction	300,000	300,000							
TOTAL EXPENDITURES	**876,876,400**	**876,876,400**		**860,798,100**	**833,163,100**	**(27,635,000)**	**893,003,800**	**863,614,800**	**(29,389,000)**
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund (Tobacco)	1,923,400	1,923,400		1,923,400	1,923,400		1,923,400	1,923,400	
General Fund	623,909,700	623,909,700		579,814,700	546,784,400	(33,030,300)	578,002,500	543,903,500	(34,099,000)
Restricted Funds	108,917,200	108,917,200		112,727,100	112,727,100		114,007,100	114,007,100	
Federal Funds	43,590,700	43,590,700		43,024,400	43,024,400		42,868,500	42,868,500	
Road Fund	63,881,500	63,881,500		63,881,500	83,881,500	20,000,000	63,881,500	86,881,500	23,000,000
Regular Total Funds	**842,222,500**	**842,222,500**		**801,371,100**	**788,340,800**	**(13,030,300)**	**800,683,000**	**789,584,000**	**(11,099,000)**
Use of Continuing	477,300	477,300							
TOTAL BASE LEVEL	**842,699,800**	**842,699,800**		**801,371,100**	**788,340,800**	**(13,030,300)**	**800,683,000**	**789,584,000**	**(11,099,000)**
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund	28,893,700	28,893,700		54,624,000	40,019,300	(14,604,700)	85,663,300	67,373,300	(18,290,000)
Restricted Funds	4,469,700	4,469,700		4,681,900	4,681,900		6,530,900	6,530,900	
Federal Funds	813,200	813,200		121,100	121,100		126,600	126,600	
TOTAL ADDITIONAL	**34,176,600**	**34,176,600**		**59,427,000**	**44,822,300**	**(14,604,700)**	**92,320,800**	**74,030,800**	**(18,290,000)**

SENATE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

I - Justice and Public Safety Cabinet

Capital Budget

Summary Totals

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Bond Funds				43,799,000	4,000,000	(39,799,000)			
Investment Income				750,000	500,000	(250,000)	2,750,000	1,500,000	(1,250,000)
TOTAL CAPITAL				**44,549,000**	**4,500,000**	**(40,049,000)**	**2,750,000**	**1,500,000**	**(1,250,000)**

I - Justice and Public Safety Cabinet — Operating Budget

Justice Administration

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund (Tobacco)	1,923,400	1,923,400		1,923,400	1,923,400		1,923,400	1,923,400	
General Fund	13,902,500	13,902,500		13,046,800	11,246,800	(1,800,000)	13,184,200	11,384,200	(1,800,000)
Restricted Funds	5,816,800	5,816,800		5,750,800	5,750,800		5,757,000	5,757,000	
Federal Funds	9,142,700	9,142,700		8,999,200	8,999,200		9,008,500	9,008,500	
Regular Total Funds	**30,785,400**	**30,785,400**		**29,720,200**	**27,920,200**	**(1,800,000)**	**29,873,100**	**28,073,100**	**(1,800,000)**
Use of Continuing	271,700	271,700							
TOTAL FUNDS	**31,057,100**	**31,057,100**		**29,720,200**	**27,920,200**	**(1,800,000)**	**29,873,100**	**28,073,100**	**(1,800,000)**
II. EXPENDITURE CATEGORY									
Personnel Costs	16,267,600	16,267,600		15,219,100	14,919,100	(300,000)	15,376,700	15,076,700	(300,000)
Operating Expenses	2,508,700	2,508,700		1,733,200	1,733,200		1,733,500	1,733,500	
Grants, Loans, Benefits	12,249,600	12,249,600		12,616,800	11,116,800	(1,500,000)	12,616,800	11,116,800	(1,500,000)
Capital Outlay	31,200	31,200		151,100	151,100		146,100	146,100	
TOTAL EXPENDITURES	**31,057,100**	**31,057,100**		**29,720,200**	**27,920,200**	**(1,800,000)**	**29,873,100**	**28,073,100**	**(1,800,000)**
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund (Tobacco)	1,923,400	1,923,400		1,923,400	1,923,400		1,923,400	1,923,400	
General Fund	13,902,500	13,902,500		12,546,800	11,046,800	(1,500,000)	12,684,200	11,184,200	(1,500,000)
Restricted Funds	5,816,800	5,816,800		5,000,800	5,000,800		5,007,000	5,007,000	
Federal Funds	9,142,700	9,142,700		8,999,200	8,999,200		9,008,500	9,008,500	
Regular Total Funds	**30,785,400**	**30,785,400**		**28,470,200**	**26,970,200**	**(1,500,000)**	**28,623,100**	**27,123,100**	**(1,500,000)**
Use of Continuing	271,700	271,700							
TOTAL BASE LEVEL	**31,057,100**	**31,057,100**		**28,470,200**	**26,970,200**	**(1,500,000)**	**28,623,100**	**27,123,100**	**(1,500,000)**
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				500,000	200,000	(300,000)	500,000	200,000	(300,000)
Restricted Funds				750,000	750,000		750,000	750,000	
TOTAL ADDITIONAL				**1,250,000**	**950,000**	**(300,000)**	**1,250,000**	**950,000**	**(300,000)**
V. ADDITIONAL BUDGET ITEMS									
1 GB Operation Unite Growth									
ABR500A0007 Provides Coal Severance funds for Operation Unite growth.									
Restricted Funds				750,000	750,000		750,000	750,000	
Project Total				**750,000**	**750,000**		**750,000**	**750,000**	

Justice Administration

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
2 EXPAN Parole Board									
ABR500A0008 Provides funds to add four full-time members and the necessary support staff . S: Provides funds to add two full-time members and the necessary support staff.									
General Fund				500,000	200,000	(300,000)	500,000	200,000	(300,000)
Project Total				**500,000**	**200,000**	**(300,000)**	**500,000**	**200,000**	**(300,000)**
TOTAL ADDITIONAL				**1,250,000**	**950,000**	**(300,000)**	**1,250,000**	**950,000**	**(300,000)**

JUSTICE ADMINISTRATION

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Office of Drug Control Policy:** Included in the above Restricted Funds appropriation is $1,800,000 in fiscal year 2008-2009 and $1,800,000 in fiscal year 2009-2010 for regional Drug Courts in Kentucky's coal-producing counties."

"**Operation Unite:** Included in the above Restricted Funds appropriation is $1,250,000 in each fiscal year for Operation Unite."

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House increases General Fund support totaling $500,000 in each fiscal year to add four full-time members and the necessary support staff to the Parole Board.

The House increases Restricted Funds support totaling $750,000 in each fiscal year for Operation Unite.

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provisions:

"**Tobacco Settlement Funds:** Included in the above General Fund (Tobacco) appropriation is $1,923,400 in fiscal year 2008-2009 and $1,923,400 in fiscal year 2009-2010 for the Office of Drug Control Policy."

JUSTICE ADMINISTRATION

"**Parole Board Members:** To efficiently utilize the parole process for nonviolent offenders, included in the above General Fund appropriation is $500,000 in each fiscal year to add four full-time members and the necessary support staff to the Parole Board."

"**Parole Board Membership:** Notwithstanding KRS 439.320(1), the Governor shall appoint a Parole Board consisting of 11 full-time members. The two additional full-time members shall be appointed within 30 days of the effective date of this Act. The two current part-time members shall serve out their existing terms, and two full-time members shall be appointed in their place to be confirmed by the Senate in accordance with KRS 11.160."

"**Review of Cases:** Notwithstanding 501 KAR 1:30 Section 3(1)(a), a nonviolent offender convicted of a Class D felony with an aggregate sentence of one to five years confined to a state penal institution or county jail shall have his or her case reviewed by the Parole Board after serving 15 percent or two months of the original sentence, whichever is longer."

"**Civil Legal Services for Indigents:** Included in the above General Fund appropriation is $1,500,000 in fiscal year 2008-2009 and $1,500,000 in fiscal year 2009-2010 to provide free legal services for indigents."

SENATE REPORT

The Senate concurs with the House with the following changes:

The Senate amends the State/Executive Branch Budget Bill, Part I, Operating Budget, by removing the language concerning "**Review of Cases**".

The Senate amends the State/Executive Branch Budget Bill, Part I, Operating Budget, by removing the language and funding of $1,500,000 in each fiscal year concerning "**Civil Legal Services for Indigents**".

The Senate modifies Part I, Operating Budget, language provisions as follows:

"**Parole Board Members:** To efficiently utilize the parole process for nonviolent offenders, included in the above General Fund appropriation is $200,000 in each fiscal year to add two full-time members and the necessary support staff to the Parole Board."

"**Parole Board Membership:** Notwithstanding KRS 439.320(1), the Governor shall appoint two additional full-time members to the Parole Board within 30 days of the effective date of this Act. The two full-time members shall be confirmed by the Senate in

JUSTICE ADMINISTRATION

accordance with KRS 11.160."

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I - Justice and Public Safety Cabinet — Operating Budget

Criminal Justice Training

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	46,744,800	46,744,800		50,514,400	50,514,400		52,525,700	52,525,700	
Federal Funds	1,942,000	1,942,000		1,957,400	1,957,400		1,962,900	1,962,900	
Regular Total Funds	**48,686,800**	**48,686,800**		**52,471,800**	**52,471,800**		**54,488,600**	**54,488,600**	
Use of Continuing									
TOTAL FUNDS	**48,686,800**	**48,686,800**		**52,471,800**	**52,471,800**		**54,488,600**	**54,488,600**	
II. EXPENDITURE CATEGORY									
Personnel Costs	16,969,600	16,969,600		17,536,700	17,536,700		17,785,700	17,785,700	
Operating Expenses	2,668,300	2,668,300		2,649,800	2,649,800		2,649,800	2,649,800	
Grants, Loans, Benefits	25,135,800	25,135,800		28,919,600	28,919,600		30,685,700	30,685,700	
Debt Service	3,333,100	3,333,100		3,335,700	3,335,700		3,337,400	3,337,400	
Capital Outlay	280,000	280,000		30,000	30,000		30,000	30,000	
Construction	300,000	300,000							
TOTAL EXPENDITURES	**48,686,800**	**48,686,800**		**52,471,800**	**52,471,800**		**54,488,600**	**54,488,600**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	46,744,800	46,744,800		46,744,800	46,744,800		46,744,800	46,744,800	
Federal Funds	1,886,300	1,886,300		1,886,300	1,886,300		1,886,300	1,886,300	
Regular Total Funds	**48,631,100**	**48,631,100**		**48,631,100**	**48,631,100**		**48,631,100**	**48,631,100**	
Use of Continuing									
TOTAL BASE LEVEL	**48,631,100**	**48,631,100**		**48,631,100**	**48,631,100**		**48,631,100**	**48,631,100**	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Restricted Funds				3,769,600	3,769,600		5,780,900	5,780,900	
Federal Funds	55,700	55,700		71,100	71,100		76,600	76,600	
TOTAL ADDITIONAL	**55,700**	**55,700**		**3,840,700**	**3,840,700**		**5,857,500**	**5,857,500**	
V. ADDITIONAL BUDGET ITEMS									
1 GB 525B - Additional Filled Position									
ABR525E0002 Provides funds for one new position, a program coordinator.									
Federal Funds	55,700	55,700		71,100	71,100		76,600	76,600	
Project Total	**55,700**	**55,700**		**71,100**	**71,100**		**76,600**	**76,600**	
2 N/A Stipend Payments - Growth									
ABR525E0006 Provides funds for required increased cost in KLEPFF stipends to police officers.									
Restricted Funds				3,769,600	3,769,600		5,780,900	5,780,900	
Project Total				**3,769,600**	**3,769,600**		**5,780,900**	**5,780,900**	

Criminal Justice Training

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
TOTAL ADDITIONAL	**55,700**	**55,700**		**3,840,700**	**3,840,700**		**5,857,500**	**5,857,500**	

CRIMINAL JUSTICE TRAINING

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Kentucky Law Enforcement Foundation Program Fund:** Included in the above Restricted Funds appropriation is $49,436,400 in fiscal year 2008-2009 and $51,440,100 in fiscal year 2009-2010 for the Kentucky Law Enforcement Foundation Program Fund."

"**Training Incentive Payments:** Notwithstanding KRS 15.460(1), included in the above Restricted Funds appropriation is $3,100 in fiscal year 2008-2009 and $3,100 in fiscal year 2009-2010 for each participant for training incentive payments."

"**Training Incentive Stipends - Justice and Public Safety Cabinet Personnel:** Notwithstanding KRS 15.410, 15.420(2), 15.440(1), 15.460(1), and 15.470(2) and (4), included in the above Restricted Funds appropriation is sufficient funding for a $3,100 annual training incentive stipend for Kentucky state troopers, Kentucky State Police arson investigators, Kentucky State Police hazardous devices investigators, Kentucky State Police legislative security specialists, and Kentucky vehicle enforcement officers."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

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Juvenile Justice

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	86,941,200	86,941,200		85,283,600	85,248,600	(35,000)	87,503,800	87,468,800	(35,000)
Restricted Funds	13,958,300	13,958,300		15,879,700	15,879,700		16,948,100	16,948,100	
Federal Funds	14,265,600	14,265,600		13,696,100	13,696,100		13,698,300	13,698,300	
Regular Total Funds	**115,165,100**	**115,165,100**		**114,859,400**	**114,824,400**	**(35,000)**	**118,150,200**	**118,115,200**	**(35,000)**
Use of Continuing									
TOTAL FUNDS	**115,165,100**	**115,165,100**		**114,859,400**	**114,824,400**	**(35,000)**	**118,150,200**	**118,115,200**	**(35,000)**
II. EXPENDITURE CATEGORY									
Personnel Costs	76,240,300	76,240,300		79,995,300	79,995,300		81,368,300	81,368,300	
Operating Expenses	12,778,900	12,778,900		11,932,800	11,932,800		12,802,600	12,802,600	
Grants, Loans, Benefits	26,145,900	26,145,900		22,931,300	22,896,300	(35,000)	23,979,300	23,944,300	(35,000)
TOTAL EXPENDITURES	**115,165,100**	**115,165,100**		**114,859,400**	**114,824,400**	**(35,000)**	**118,150,200**	**118,115,200**	**(35,000)**
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	86,941,200	86,941,200		82,283,600	82,248,600	(35,000)	82,503,800	82,468,800	(35,000)
Restricted Funds	13,958,300	13,958,300		15,879,700	15,879,700		16,948,100	16,948,100	
Federal Funds	14,265,600	14,265,600		13,696,100	13,696,100		13,698,300	13,698,300	
Regular Total Funds	**115,165,100**	**115,165,100**		**111,859,400**	**111,824,400**	**(35,000)**	**113,150,200**	**113,115,200**	**(35,000)**
Use of Continuing									
TOTAL BASE LEVEL	**115,165,100**	**115,165,100**		**111,859,400**	**111,824,400**	**(35,000)**	**113,150,200**	**113,115,200**	**(35,000)**
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				3,000,000	3,000,000		5,000,000	5,000,000	
TOTAL ADDITIONAL				**3,000,000**	**3,000,000**		**5,000,000**	**5,000,000**	
V. ADDITIONAL BUDGET ITEMS									
1 GB Restore Base Funding									
ABR523J0010 Restores base funding for FY 2009 and FY 2010 for continuation of current services.									
General Fund				3,000,000	3,000,000		5,000,000	5,000,000	
Project Total				**3,000,000**	**3,000,000**		**5,000,000**	**5,000,000**	
TOTAL ADDITIONAL				**3,000,000**	**3,000,000**		**5,000,000**	**5,000,000**	

JUVENILE JUSTICE

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House increases General Fund support totaling $3,000,000 in fiscal year 2008-2009 and $5,000,000 in fiscal year 2009-2010 to continue current programs.

"**Mary Kendall Homes and Gateway Juvenile Diversion:** Included in the above General Fund appropriation is $300,000 in each fiscal year of the biennium for the support of the Mary Kendall Homes and $300,000 in each fiscal year of the biennium for the support of Gateway Juvenile Diversion."

"**Survivors II Grant:** Included in the above General Fund appropriation is $35,000 in each fiscal year of the biennium to support the Survivors II program in Fayette County."

SENATE REPORT

The Senate concurs with the House with the following changes:

The Senate amends the State/Executive Branch Budget Bill, Part I, Operating Budget, by removing the language and funding of $35,000 in each fiscal year concerning "**Survivors II Grant**".

JUVENILE JUSTICE

The Senate amends the State/Executive Branch Budget Bill, Part II, Capital Budget, to include $200,000 in fiscal year 2008-2009 and $200,000 in fiscal year 2009-2010 in Investment Income for Maintenance Pool - 2008-2010.

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Juvenile Justice

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Investment Income				450,000	200,000	(250,000)	450,000	200,000	(250,000)
TOTAL CAPITAL				**450,000**	**200,000**	**(250,000)**	**450,000**	**200,000**	**(250,000)**
II. CAPITAL PROJECTS									
1 Maintenance Pool - 2008-2010									
PRJ523J1642									
Investment Income				450,000	200,000	(250,000)	450,000	200,000	(250,000)
Project Total				**450,000**	**200,000**	**(250,000)**	**450,000**	**200,000**	**(250,000)**
TOTAL CAPITAL				**450,000**	**200,000**	**(250,000)**	**450,000**	**200,000**	**(250,000)**

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I - Justice and Public Safety Cabinet — Operating Budget

State Police

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	83,585,300	83,585,300		78,591,800	58,591,800	(20,000,000)	83,926,400	60,926,400	(23,000,000)
Restricted Funds	17,978,100	17,978,100		17,031,600	17,031,600		17,079,900	17,079,900	
Federal Funds	8,656,700	8,656,700		8,669,800	8,669,800		8,691,400	8,691,400	
Road Fund	50,000,000	50,000,000		50,000,000	70,000,000	20,000,000	50,000,000	73,000,000	23,000,000
Regular Total Funds	**160,220,100**	**160,220,100**		**154,293,200**	**154,293,200**		**159,697,700**	**159,697,700**	
Use of Continuing									
TOTAL FUNDS	**160,220,100**	**160,220,100**		**154,293,200**	**154,293,200**		**159,697,700**	**159,697,700**	
II. EXPENDITURE CATEGORY									
Personnel Costs	122,463,400	122,463,400		122,993,400	122,993,400		127,107,600	127,107,600	
Operating Expenses	31,222,800	31,222,800		29,169,900	29,169,900		28,480,200	28,480,200	
Grants, Loans, Benefits	462,900	462,900		462,900	462,900		462,900	462,900	
Capital Outlay	6,071,000	6,071,000		1,667,000	1,667,000		3,647,000	3,647,000	
TOTAL EXPENDITURES	**160,220,100**	**160,220,100**		**154,293,200**	**154,293,200**		**159,697,700**	**159,697,700**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	81,001,900	81,001,900		72,831,800	52,831,800	(20,000,000)	75,990,400	52,990,400	(23,000,000)
Restricted Funds	13,543,600	13,543,600		17,031,600	17,031,600		17,079,900	17,079,900	
Federal Funds	7,944,700	7,944,700		8,669,800	8,669,800		8,691,400	8,691,400	
Road Fund	50,000,000	50,000,000		50,000,000	70,000,000	20,000,000	50,000,000	73,000,000	23,000,000
Regular Total Funds	**152,490,200**	**152,490,200**		**148,533,200**	**148,533,200**		**151,761,700**	**151,761,700**	
Use of Continuing									
TOTAL BASE LEVEL	**152,490,200**	**152,490,200**		**148,533,200**	**148,533,200**		**151,761,700**	**151,761,700**	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund	2,583,400	2,583,400		5,760,000	5,760,000		7,936,000	7,936,000	
Restricted Funds	4,434,500	4,434,500							
Federal Funds	712,000	712,000							
TOTAL ADDITIONAL	**7,729,900**	**7,729,900**		**5,760,000**	**5,760,000**		**7,936,000**	**7,936,000**	
V. ADDITIONAL BUDGET ITEMS									
1 GB Operations - Growth									
ABR520D0020 Provides funds for the increase in fuel costs.									
General Fund	2,583,400	2,583,400		1,760,000	1,760,000		1,936,000	1,936,000	
Restricted Funds	1,556,300	1,556,300							
Project Total	**4,139,700**	**4,139,700**		**1,760,000**	**1,760,000**		**1,936,000**	**1,936,000**	

I - Justice and Public Safety Cabinet — Operating Budget

State Police

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
2 GB Federal Grant									
ABR520D0022 Provides federal funds for a current year grant opportunity.									
Federal Funds	712,000	712,000							
Project Total	**712,000**	**712,000**							
3 GB Fiscal Year 2006-2007 Costs									
ABR520D0023 Provides funds to cover costs incurred in FY 2007 and carried forward to FY 2008.									
Restricted Funds	2,878,200	2,878,200							
Project Total	**2,878,200**	**2,878,200**							
4 GB Restore Base Funding									
ABR520D0024 Restores base funding for FY 2009 and FY 2010 for continuation of current services.									
General Fund				4,000,000	4,000,000		6,000,000	6,000,000	
Project Total				**4,000,000**	**4,000,000**		**6,000,000**	**6,000,000**	
TOTAL ADDITIONAL	**7,729,900**	**7,729,900**		**5,760,000**	**5,760,000**		**7,936,000**	**7,936,000**	

STATE POLICE

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

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

"**State Police Personnel Training Incentive:** Included in the above Restricted Funds appropriation is sufficient funding for a $3,100 annual training incentive stipend for state troopers, arson investigators, hazardous devices investigators, and legislative security specialists."

"**Restricted Funds Uses:** Notwithstanding KRS 42.320(2)(h), 160.151(1)(c), 189A.050(3)(a), and 237.110(15), funds are included in the above Restricted Funds appropriation to maintain the operations and administration of the Kentucky State Police."

"**Dispatcher Training Incentive:** Included in the above General Fund appropriation is sufficient funding for a $3,100 annual training incentive stipend for dispatchers."

HOUSE REPORT

The House concurs with the Branch with the following change:

STATE POLICE

The House increases the General Fund support totaling $4,000,000 in fiscal year 2008-2009 and $6,000,000 in fiscal year 2009-2010 to continue current programs.

SENATE REPORT

The Senate concurs with the House with the following change:

The Senate replaces General Fund support totaling $20,000,000 in fiscal year 2008-2009 and $23,000,000 in fiscal year 2009-2010 with Road Fund support totaling $20,000,000 in fiscal year 2008-2009 and $23,000,000 in fiscal year 2009-2010.

State Police

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Investment Income				300,000	300,000		300,000	300,000	
TOTAL CAPITAL				**300,000**	**300,000**		**300,000**	**300,000**	
II. CAPITAL PROJECTS									
1 Maintenance Pool - 2008-2010									
PRJ520D1632									
Investment Income				300,000	300,000		300,000	300,000	
Project Total				**300,000**	**300,000**		**300,000**	**300,000**	
TOTAL CAPITAL				**300,000**	**300,000**		**300,000**	**300,000**	

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I - Justice and Public Safety Cabinet — Operating Budget

Corrections Summary

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	434,161,600	434,161,600		424,576,400	400,576,400	(24,000,000)	442,173,000	416,419,000	(25,754,000)
Restricted Funds	23,147,900	23,147,900		22,469,000	22,469,000		22,465,700	22,465,700	
Federal Funds	2,346,400	2,346,400		1,968,700	1,968,700		1,918,700	1,918,700	
Regular Total Funds	**459,655,900**	**459,655,900**		**449,014,100**	**425,014,100**	**(24,000,000)**	**466,557,400**	**440,803,400**	**(25,754,000)**
Use of Continuing	205,600	205,600							
TOTAL FUNDS	**459,861,500**	**459,861,500**		**449,014,100**	**425,014,100**	**(24,000,000)**	**466,557,400**	**440,803,400**	**(25,754,000)**
II. EXPENDITURE CATEGORY									
Personnel Costs	212,902,600	212,902,600		210,706,300	210,706,300		213,027,700	213,027,700	
Operating Expenses	45,842,500	45,842,500		45,760,300	45,760,300		45,949,900	45,949,900	
Grants, Loans, Benefits	200,868,100	200,868,100		192,306,200	168,306,200	(24,000,000)	205,353,500	181,353,500	(24,000,000)
Debt Service	40,700	40,700		40,700	40,700		2,064,700	310,700	(1,754,000)
Capital Outlay	207,600	207,600		200,600	200,600		161,600	161,600	
TOTAL EXPENDITURES	**459,861,500**	**459,861,500**		**449,014,100**	**425,014,100**	**(24,000,000)**	**466,557,400**	**440,803,400**	**(25,754,000)**
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	409,851,300	409,851,300		381,012,400	369,517,100	(11,495,300)	374,245,700	364,681,700	(9,564,000)
Restricted Funds	23,147,900	23,147,900		22,306,700	22,306,700		22,465,700	22,465,700	
Federal Funds	2,300,900	2,300,900		1,918,700	1,918,700		1,868,700	1,868,700	
Regular Total Funds	**435,300,100**	**435,300,100**		**405,237,800**	**393,742,500**	**(11,495,300)**	**398,580,100**	**389,016,100**	**(9,564,000)**
Use of Continuing	205,600	205,600							
TOTAL BASE LEVEL	**435,505,700**	**435,505,700**		**405,237,800**	**393,742,500**	**(11,495,300)**	**398,580,100**	**389,016,100**	**(9,564,000)**
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund	24,310,300	24,310,300		43,564,000	31,059,300	(12,504,700)	67,927,300	51,737,300	(16,190,000)
Restricted Funds				162,300	162,300				
Federal Funds	45,500	45,500		50,000	50,000		50,000	50,000	
TOTAL ADDITIONAL	**24,355,800**	**24,355,800**		**43,776,300**	**31,271,600**	**(12,504,700)**	**67,977,300**	**51,787,300**	**(16,190,000)**

Corrections Summary

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Bond Funds				43,799,000	4,000,000	(39,799,000)			
Investment Income							2,000,000	1,000,000	(1,000,000)
TOTAL CAPITAL				**43,799,000**	**4,000,000**	**(39,799,000)**	**2,000,000**	**1,000,000**	**(1,000,000)**

I - Justice and Public Safety Cabinet — Operating Budget

Corrections Management

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	7,205,700	7,205,700		6,468,900	6,468,900		8,642,900	6,888,900	(1,754,000)
Restricted Funds	128,800	128,800		135,100	135,100		135,100	135,100	
Federal Funds	137,300	137,300							
Regular Total Funds	**7,471,800**	**7,471,800**		**6,604,000**	**6,604,000**		**8,778,000**	**7,024,000**	**(1,754,000)**
Use of Continuing									
TOTAL FUNDS	**7,471,800**	**7,471,800**		**6,604,000**	**6,604,000**		**8,778,000**	**7,024,000**	**(1,754,000)**
II. EXPENDITURE CATEGORY									
Personnel Costs	5,878,500	5,878,500		5,207,200	5,207,200		5,368,900	5,368,900	
Operating Expenses	1,593,300	1,593,300		1,396,800	1,396,800		1,385,100	1,385,100	
Debt Service							2,024,000	270,000	(1,754,000)
TOTAL EXPENDITURES	**7,471,800**	**7,471,800**		**6,604,000**	**6,604,000**		**8,778,000**	**7,024,000**	**(1,754,000)**
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	7,205,700	7,205,700		6,468,900	6,468,900		6,618,900	6,618,900	
Restricted Funds	128,800	128,800		135,100	135,100		135,100	135,100	
Federal Funds	137,300	137,300							
Regular Total Funds	**7,471,800**	**7,471,800**		**6,604,000**	**6,604,000**		**6,754,000**	**6,754,000**	
Use of Continuing									
TOTAL BASE LEVEL	**7,471,800**	**7,471,800**		**6,604,000**	**6,604,000**		**6,754,000**	**6,754,000**	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund							2,024,000	270,000	(1,754,000)
TOTAL ADDITIONAL							**2,024,000**	**270,000**	**(1,754,000)**
V. ADDITIONAL BUDGET ITEMS									
1 EXPAN Debt Service									
ABR527A0011 Provides $1,759,000 for the debt service for construction of the Phase II expansion of the Little Sandy Correctional Complex, and $265,000 for maintenance pool bonds. S: Provides $270,000 for maintenance pool bonds.									
General Fund							2,024,000	270,000	(1,754,000)
Project Total							**2,024,000**	**270,000**	**(1,754,000)**
TOTAL ADDITIONAL							**2,024,000**	**270,000**	**(1,754,000)**

CORRECTIONS MANAGEMENT

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Debt Service:** Included in the above General Fund appropriation is $2,024,000 in fiscal year 2009-2010 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act."

"**Appropriations Adjustments:** The General Assembly has determined that the Department of Corrections shall be permitted to adjust appropriations between the Community Services and Local Facilities budget unit and the Adult Correctional Institutions budget unit in fiscal year 2008-2009 and in fiscal year 2009-2010. Only adjustments necessary to manage the diverse mix of inmate classifications, custody levels, probation and parole caseloads, and population increases or decreases shall be permitted. Any appropriations transferred or otherwise directed between these appropriation units shall be documented and justified in writing. No adjustments may be made except upon the prior written concurrence of the State Budget Director. The State Budget Director shall report the adjustments and the necessity of the adjustments to the Interim Joint Committee on Appropriations and Revenue."

"**Jailer Mental Health Screening:** The Kentucky Commission on Services and Supports for Individuals with Mental Illness, Alcohol and Other Drug Abuse Disorders, and Dual Diagnoses shall, in its annual review of the Commission plan, include in its duties recommendations for improvements in identifying, treating, housing, and transporting prisoners in jails and juveniles in detention centers with mental illness. Items to be reviewed shall include but not be limited to recommendations for statutory and regulatory changes, training and treatment funding, cost sharing, housing and transportation costs, appropriate treatment sites, and training requirements for local jailers and other officers of the court who may come in contact with persons incarcerated or in detention but deemed mentally ill.

CORRECTIONS MANAGEMENT
The training shall continue to be delivered by Regional Mental Health/Mental Retardation Board staff to new jailers and new jail staff, except administrative support, on screening and responding to the needs of inmates with mental illness within six months of employment. Treatment services may also be provided for within this funding allocation."

HOUSE REPORT
The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part II, Capital Budget, and deletes the Franklin County Lease.

SENATE REPORT
The Senate concurs with the House with the following change:

The Senate modifies Part I, Operating Budget, language provision as follows:

"**Debt Service:** Included in the above General Fund appropriation is $270,000 in fiscal year 2009-2010 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act."

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I - Justice and Public Safety Cabinet — Operating Budget

Adult Correctional Institutions

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	262,479,100	262,479,100		256,090,700	256,090,700		268,179,800	268,179,800	
Restricted Funds	21,150,100	21,150,100		19,534,100	19,534,100		19,534,100	19,534,100	
Federal Funds	1,903,700	1,903,700		1,903,700	1,903,700		1,903,700	1,903,700	
Regular Total Funds	**285,532,900**	**285,532,900**		**277,528,500**	**277,528,500**		**289,617,600**	**289,617,600**	
Use of Continuing									
TOTAL FUNDS	**285,532,900**	**285,532,900**		**277,528,500**	**277,528,500**		**289,617,600**	**289,617,600**	
II. EXPENDITURE CATEGORY									
Personnel Costs	174,308,400	174,308,400		172,014,900	172,014,900		173,176,400	173,176,400	
Operating Expenses	39,922,900	39,922,900		40,014,200	40,014,200		40,265,200	40,265,200	
Grants, Loans, Benefits	71,053,300	71,053,300		65,297,100	65,297,100		75,973,700	75,973,700	
Debt Service	40,700	40,700		40,700	40,700		40,700	40,700	
Capital Outlay	207,600	207,600		161,600	161,600		161,600	161,600	
TOTAL EXPENDITURES	**285,532,900**	**285,532,900**		**277,528,500**	**277,528,500**		**289,617,600**	**289,617,600**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	243,202,600	243,202,600		234,545,500	234,545,500		230,545,500	230,545,500	
Restricted Funds	21,150,100	21,150,100		19,534,100	19,534,100		19,534,100	19,534,100	
Federal Funds	1,858,200	1,858,200		1,853,700	1,853,700		1,853,700	1,853,700	
Regular Total Funds	**266,210,900**	**266,210,900**		**255,933,300**	**255,933,300**		**251,933,300**	**251,933,300**	
Use of Continuing									
TOTAL BASE LEVEL	**266,210,900**	**266,210,900**		**255,933,300**	**255,933,300**		**251,933,300**	**251,933,300**	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund	19,276,500	19,276,500		21,545,200	21,545,200		37,634,300	37,634,300	
Federal Funds	45,500	45,500		50,000	50,000		50,000	50,000	
TOTAL ADDITIONAL	**19,322,000**	**19,322,000**		**21,595,200**	**21,595,200**		**37,684,300**	**37,684,300**	
V. ADDITIONAL BUDGET ITEMS									
1 GB Adult Institutions 08 Growth									
ABR527C0036 Provides funds for growth in operations of Adult Institutions.									
General Fund				3,480,100	3,480,100		8,520,900	8,520,900	
Project Total				**3,480,100**	**3,480,100**		**8,520,900**	**8,520,900**	

I - Justice and Public Safety Cabinet — Operating Budget

Adult Correctional Institutions

		Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
		House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
2 GB	**Mental Health Growth**									
ABR527C0031	Provides funds for growth in services for growing population.									
General Fund					272,800	272,800		541,400	541,400	
Project Total					**272,800**	**272,800**		**541,400**	**541,400**	
3 GB	**Medical 2009-2010 Growth**									
ABR527C0033	Provides funds for medical services for the projected inmate population increase and provides for growth that occurred in FY 07 and 08 that was paid for with an additional 08 current year appropriation.									
General Fund					10,035,000	10,035,000		15,073,600	15,073,600	
Project Total					**10,035,000**	**10,035,000**		**15,073,600**	**15,073,600**	
4 GB	**Private Prison Growth 2009 & 2010**									
ABR527C0027	Provides funds for 150 private prison beds in FY 09 and 300 in FY 10. Also, provides funds for private prison growth in FY 07 and FY 08.									
General Fund					7,757,300	7,757,300		13,498,400	13,498,400	
Project Total					**7,757,300**	**7,757,300**		**13,498,400**	**13,498,400**	
5 NEW	**COPS Technology Grant**									
ABR527C0009	Provides federal funds to improve technology endeavors focused on offender management.									
Federal Funds		45,500	45,500		50,000	50,000		50,000	50,000	
Project Total		**45,500**	**45,500**		**50,000**	**50,000**		**50,000**	**50,000**	
6 GB	**Fiscal Year 2006-2007 Costs**									
ABR527C0041	Provides funds to cover costs incurred in fiscal year 2006-2007 and carried forward to fiscal year 2007-2008 associated with medical costs, utilities, and increase in inmate population.									
General Fund		19,276,500	19,276,500							
Project Total		**19,276,500**	**19,276,500**							
TOTAL ADDITIONAL		**19,322,000**	**19,322,000**		**21,595,200**	**21,595,200**		**37,684,300**	**37,684,300**	

ADULT CORRECTIONAL INSTITUTIONS

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House reduces the General Fund support totaling $8,000,000 in fiscal year 2008-2009 and $12,000,000 in fiscal year 2009-2010 for Adult Correctional Institutions.

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provisions:

"**Time Credit for Program Completion:** Notwithstanding KRS 197.045(1), the Department of Corrections shall provide an educational good time credit of 90 days to any prisoner who successfully receives a graduate equivalency diploma or a high school diploma, a two or four year certification in applied sciences, or a technical education diploma as provided and defined by the department, or completes a drug treatment program or other treatment program as defined by the department that requires participation in the program of six months or more."

"**Meritorious Credit:** Notwithstanding KRS 197.045(3), an inmate may, at the discretion of the Commissioner of the Department of Corrections, be allowed a deduction from a sentence not to exceed seven days per month served for meritorious behavior, and may be allowed an additional deduction up to seven days per month served for acts of exceptional service during times of emergency or for performing duties of outstanding importance in connection with institutional operations and programs."

ADULT CORRECTIONAL INSTITUTIONS

"**Education Programs at Department of Corrections Facilities:** The Kentucky Community and Technical College System (KCTCS) shall provide adult basic education classes for the Department of Corrections which are aimed toward acquiring a general educational diploma (GED) and various technical trades aimed toward providing students with certifications and/or diplomas upon completion of qualifying examinations. The Department of Corrections may use training from providers other than KCTCS only in instances where a clearly defined educational or training need cannot be adequately addressed by KCTCS."

"**Canteen Fund Proceeds:** The Department of Corrections shall file semiannual reports with the Interim Joint Committee on Appropriations and Revenue detailing the revenues and expenditures from the Canteen Fund for each state-operated prison, private prison, and the central office of the department. The first report shall be due August 1, 2008, and shall provide financial information for the period of January 1, 2008, through June 30, 2008. Thereafter reports shall be filed every six months from the August 1, 2008, date."

SENATE REPORT

The Senate concurs with the House with the following changes:

The Senate amends the State/Executive Branch Budget Bill, Part II, Capital Budget, by removing the language concerning the "**Expand Little Sandy Medium Security Correctional Complex**" project.

The Senate amends the State/Executive Branch Budget Bill, Part II, Capital Budget, to include $1,000,000 in fiscal year 2009-2010 in Investment Income for Maintenance Pool - 2008-2010.

I - Justice and Public Safety Cabinet **Capital Budget**

Adult Correctional Institutions

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Bond Funds				43,799,000	4,000,000	(39,799,000)			
Investment Income							2,000,000	1,000,000	(1,000,000)
TOTAL CAPITAL				**43,799,000**	**4,000,000**	**(39,799,000)**	**2,000,000**	**1,000,000**	**(1,000,000)**
II. CAPITAL PROJECTS									
1 Expand Little Sandy Medium Security Correctional Complex									
PRJ527C1647									
Bond Funds				39,799,000		(39,799,000)			
Project Total				**39,799,000**		**(39,799,000)**			
2 Maintenance Pool - 2008-2010									
PRJ527C1653									
Bond Funds				4,000,000	4,000,000				
Investment Income							2,000,000	1,000,000	(1,000,000)
Project Total				**4,000,000**	**4,000,000**		**2,000,000**	**1,000,000**	**(1,000,000)**
TOTAL CAPITAL				**43,799,000**	**4,000,000**	**(39,799,000)**	**2,000,000**	**1,000,000**	**(1,000,000)**

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I - Justice and Public Safety Cabinet — Operating Budget

Community Services and Local Facilities

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	148,727,800	148,727,800		146,076,800	122,076,800	(24,000,000)	149,410,300	125,410,300	(24,000,000)
Restricted Funds	1,869,000	1,869,000		2,799,800	2,799,800		2,796,500	2,796,500	
Federal Funds	305,400	305,400		65,000	65,000		15,000	15,000	
Regular Total Funds	**150,902,200**	**150,902,200**		**148,941,600**	**124,941,600**	**(24,000,000)**	**152,221,800**	**128,221,800**	**(24,000,000)**
Use of Continuing									
TOTAL FUNDS	**150,902,200**	**150,902,200**		**148,941,600**	**124,941,600**	**(24,000,000)**	**152,221,800**	**128,221,800**	**(24,000,000)**
II. EXPENDITURE CATEGORY									
Personnel Costs	32,681,000	32,681,000		33,449,500	33,449,500		34,447,700	34,447,700	
Operating Expenses	3,879,300	3,879,300		3,902,300	3,902,300		3,852,600	3,852,600	
Grants, Loans, Benefits	114,341,900	114,341,900		111,550,800	87,550,800	(24,000,000)	113,921,500	89,921,500	(24,000,000)
Capital Outlay				39,000	39,000				
TOTAL EXPENDITURES	**150,902,200**	**150,902,200**		**148,941,600**	**124,941,600**	**(24,000,000)**	**152,221,800**	**128,221,800**	**(24,000,000)**
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	143,694,000	143,694,000		125,958,000	114,462,700	(11,495,300)	123,041,300	113,477,300	(9,564,000)
Restricted Funds	1,869,000	1,869,000		2,637,500	2,637,500		2,796,500	2,796,500	
Federal Funds	305,400	305,400		65,000	65,000		15,000	15,000	
Regular Total Funds	**145,868,400**	**145,868,400**		**128,660,500**	**117,165,200**	**(11,495,300)**	**125,852,800**	**116,288,800**	**(9,564,000)**
Use of Continuing									
TOTAL BASE LEVEL	**145,868,400**	**145,868,400**		**128,660,500**	**117,165,200**	**(11,495,300)**	**125,852,800**	**116,288,800**	**(9,564,000)**
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund	5,033,800	5,033,800		20,118,800	7,614,100	(12,504,700)	26,369,000	11,933,000	(14,436,000)
Restricted Funds				162,300	162,300				
TOTAL ADDITIONAL	**5,033,800**	**5,033,800**		**20,281,100**	**7,776,400**	**(12,504,700)**	**26,369,000**	**11,933,000**	**(14,436,000)**
V. ADDITIONAL BUDGET ITEMS									
1 EXPAN Probation and Parole Caseload Maintenance									
ABR527B0010 Provides funds to address Probation and Parole caseload growth.									
General Fund				773,000	773,000		1,671,700	1,671,700	
Project Total				**773,000**	**773,000**		**1,671,700**	**1,671,700**	
2 EXPAN Halfway House Program Expansion									
ABR527B0009 Provides funds for 140 halfway house beds in FY 09 and 200 in FY 10.									
General Fund				2,091,600	2,091,600		5,011,800	5,011,800	
Project Total				**2,091,600**	**2,091,600**		**5,011,800**	**5,011,800**	

I - Justice and Public Safety Cabinet — Operating Budget

Community Services and Local Facilities

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
3 GB Jail Program Growth									
ABR527B0008 Provides funds to house 417 additional inmates in county jails.									
General Fund	5,033,800	5,033,800							
Project Total	**5,033,800**	**5,033,800**							
4 EXPAN Jail Program 09-10 Expansion									
ABR527B0005 Provides funds to cover the daily costs of increasing the population of state inmates housed in county jails. S: Provides Restricted Funds in fiscal year 2008-2009.									
General Fund				12,504,700		(12,504,700)	14,436,000		(14,436,000)
Restricted Funds				162,300	162,300				
Project Total				**12,667,000**	**162,300**	**(12,504,700)**	**14,436,000**		**(14,436,000)**
5 EXPAN Home Incarceration									
ABR527B0014 Provides funds to expand the home incarceration program by 400 persons.									
General Fund				249,500	249,500		249,500	249,500	
Project Total				**249,500**	**249,500**		**249,500**	**249,500**	
6 EXPAN Substance Abuse Treatment Programs									
ABR527B0015 Provides funds for substance abuse treatment for state felons housed in county jails.									
General Fund				4,500,000	4,500,000		5,000,000	5,000,000	
Project Total				**4,500,000**	**4,500,000**		**5,000,000**	**5,000,000**	
TOTAL ADDITIONAL	**5,033,800**	**5,033,800**		**20,281,100**	**7,776,400**	**(12,504,700)**	**26,369,000**	**11,933,000**	**(14,436,000)**

COMMUNITY SERVICES AND LOCAL FACILITIES

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Excess Local Jail Per Diem Costs**: In the event that actual local jail per diem payments exceed the amounts provided to support the budgeted average daily population of state felons in county jails for fiscal year 2008-2009 and fiscal year 2009-2010, the payments shall be deemed necessary government expenses and may be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705), subject to notification as to necessity and amount by the State Budget Director who shall report any certified expenditure to the Interim Joint Committee on Appropriations and Revenue."

"Local Jails Funding: Notwithstanding KRS 441.605 to 441.695, funds in the amount of $2,430,800 in fiscal year 2008-2009 and $2,427,500 in fiscal year 2009-2010 shall be expended from the Kentucky Local Correctional Facilities Construction Authority for local correctional facility and operational support consistent with contractual covenants in accordance with bond indentures of the Authority."

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House increases General Fund support totaling $500,000 in fiscal year 2008-2009 for substance abuse treatment programs.

The House decreases General Fund support totaling $2,000,000 in fiscal year 2009-2010 for housing prisoners in local jails.

COMMUNITY SERVICES AND LOCAL FACILITIES

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provisions:

"**Substance Abuse Treatment Programs:** Included in the above General Fund appropriation is $4,500,000 in additional funds in fiscal year 2008-2009 and $5,000,000 in fiscal year 2009-2010 to provide substance abuse treatment for state felons housed in county jails."

"**Probation and Parole Credit:** Notwithstanding KRS 439.344, the period of time spent on parole shall count as a part of the prisoner's remaining unexpired sentence when it is used to determine a parolee's eligibility for a final discharge from parole as set out in subsection (5) of this section or when a parolee is returned as a parole violator for a violation other than a new felony conviction."

"**Minimum Expiration of Sentence:** Notwithstanding KRS 439.354, a final discharge shall be issued when the prisoner has been out of prison on parole a sufficient period of time to have been eligible for discharge from prison by minimum expiration of sentence had he not been paroled, provided before this date he had not absconded from parole supervision or that a warrant for parole violation had not been issued by the board."

"**Home Incarceration:** Notwithstanding KRS 532.260(1)(b), any nonviolent Class C or Class D felon who is serving a sentence in a state-operated prison, contract facility, or county jail shall, at the discretion of the Commissioner of the Department of Corrections, be eligible to serve the remainder of his or her sentence outside the walls of the detention facility under terms of home incarceration using an approved monitoring device as defined in KRS 532.200, if the felon has 180 days or less to serve on his or her sentence."

SENATE REPORT

The Senate concurs with the House with the following changes:

The Senate provides General Fund support totaling $122,076,800 in fiscal year 2008-2009 and $125,410,300 in fiscal year 2009-2010.

The Senate amends the State/Executive Branch Budget Bill, Part I, Operating Budget, by removing the language concerning "**Home Incarceration**".

The Senate adds Part I, Operating Budget, language provisions as follows:

"**Home Incarceration for Class C Felons:** Notwithstanding KRS 532.260(1)(b), any nonviolent Class C felon who is serving a

COMMUNITY SERVICES AND LOCAL FACILITIES

sentence in a state-operated prison, contract facility, or county jail may, at the discretion of the Commissioner of the Department of Corrections, be eligible to serve the remainder of his or her sentence outside the walls of the detention facility under terms of home incarceration using an approved monitoring device as defined in KRS 532.200, if the felon has 180 days or less to serve on his or her sentence."

"**Home Incarceration for Class D Felons:** Notwithstanding KRS 532.260(1)(b), any person convicted of a nonviolent, nonsexual Class D felony may, at the discretion of the Commissioner of the Department of Corrections, be eligible to serve his or her sentence outside the walls of the detention facility under the terms of home incarceration using an approved monitoring device as defined in KRS 532.200. Any person serving a sentence on home incarceration may, at the discretion of the Commissioner of the Department of Corrections, be allowed to leave his or her premises for gainful employment, and a reasonable and appropriate amount of the wages earned each pay period shall be used to pay restitution or child support as required by the court."

"**Administration of Home Incarceration:** The Department of Corrections may enter into agreements with private vendors, county jails, or other competent providers to administer and monitor offenders placed under home incarceration."

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I - Justice and Public Safety Cabinet **Operating Budget**

Local Jail Support

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	15,749,000	15,749,000		15,940,000	15,940,000		15,940,000	15,940,000	
Regular Total Funds	**15,749,000**	**15,749,000**		**15,940,000**	**15,940,000**		**15,940,000**	**15,940,000**	
Use of Continuing	205,600	205,600							
TOTAL FUNDS	**15,954,600**	**15,954,600**		**15,940,000**	**15,940,000**		**15,940,000**	**15,940,000**	
II. EXPENDITURE CATEGORY									
Personnel Costs	34,700	34,700		34,700	34,700		34,700	34,700	
Operating Expenses	447,000	447,000		447,000	447,000		447,000	447,000	
Grants, Loans, Benefits	15,472,900	15,472,900		15,458,300	15,458,300		15,458,300	15,458,300	
TOTAL EXPENDITURES	**15,954,600**	**15,954,600**		**15,940,000**	**15,940,000**		**15,940,000**	**15,940,000**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	15,749,000	15,749,000		14,040,000	14,040,000		14,040,000	14,040,000	
Regular Total Funds	**15,749,000**	**15,749,000**		**14,040,000**	**14,040,000**		**14,040,000**	**14,040,000**	
Use of Continuing	205,600	205,600							
TOTAL BASE LEVEL	**15,954,600**	**15,954,600**		**14,040,000**	**14,040,000**		**14,040,000**	**14,040,000**	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				1,900,000	1,900,000		1,900,000	1,900,000	
TOTAL ADDITIONAL				**1,900,000**	**1,900,000**		**1,900,000**	**1,900,000**	
V. ADDITIONAL BUDGET ITEMS									
1 GB Restore Base Funding									
ABR527D0003 Restores base funding for FY 2009 and FY 2010 for continuation of current services.									
General Fund				1,900,000	1,900,000		1,900,000	1,900,000	
Project Total				**1,900,000**	**1,900,000**		**1,900,000**	**1,900,000**	
TOTAL ADDITIONAL				**1,900,000**	**1,900,000**		**1,900,000**	**1,900,000**	

LOCAL JAIL SUPPORT

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes a language provision that directs:

"**Inmate Medical Care Expense:** Included in the above General Fund appropriation is $931,100 in fiscal year 2008-2009 and $931,100 in fiscal year 2009-2010 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 $295,900 in fiscal year 2008-2009 and $295,900 in fiscal year 2009-2010, 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 which exceeds the statutory threshold may be reimbursed for that amount in excess of the statutory threshold. In no event shall this apply to expenses of an elective, as opposed to emergency, basis, and expenses shall be paid according to the Kentucky Medical Assistance Schedule."

HOUSE REPORT

The House concurs with the Branch with the following change:

The House increases General Fund support totaling $1,900,000 in each fiscal year for local jail support.

SENATE REPORT

The Senate concurs with the House with the following change:

LOCAL JAIL SUPPORT

The Senate adds a Part I, Operating Budget, language provision as follows:

"**Local Jail Support:** Included in the above General Fund appropriation is $960,000 in each fiscal year of the biennium to provide a monthly payment of an annual amount of $20,000 to each county with a life safety jail or a closed jail. The payment shall be in addition to the monthly payment required by KRS 441.206(2)."

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Vehicle Enforcement

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	46,600	46,600							
Restricted Funds	1,250,000	1,250,000		1,461,600	1,461,600		1,461,600	1,461,600	
Federal Funds	6,337,400	6,337,400		6,071,000	6,071,000		6,054,200	6,054,200	
Road Fund	13,881,500	13,881,500		13,881,500	13,881,500		13,881,500	13,881,500	
Regular Total Funds	**21,515,500**	**21,515,500**		**21,414,100**	**21,414,100**		**21,397,300**	**21,397,300**	
Use of Continuing									
TOTAL FUNDS	**21,515,500**	**21,515,500**		**21,414,100**	**21,414,100**		**21,397,300**	**21,397,300**	
II. EXPENDITURE CATEGORY									
Personnel Costs	14,603,200	14,603,200		14,635,000	14,635,000		15,072,800	15,072,800	
Operating Expenses	5,343,700	5,343,700		5,543,500	5,543,500		5,088,900	5,088,900	
Grants, Loans, Benefits	667,700	667,700		668,200	668,200		668,200	668,200	
Capital Outlay	900,900	900,900		567,400	567,400		567,400	567,400	
TOTAL EXPENDITURES	**21,515,500**	**21,515,500**		**21,414,100**	**21,414,100**		**21,397,300**	**21,397,300**	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	46,600	46,600							
Restricted Funds	1,250,000	1,250,000		1,461,600	1,461,600		1,461,600	1,461,600	
Federal Funds	6,337,400	6,337,400		6,071,000	6,071,000		6,054,200	6,054,200	
Road Fund	13,881,500	13,881,500		13,881,500	13,881,500		13,881,500	13,881,500	
Regular Total Funds	**21,515,500**	**21,515,500**		**21,414,100**	**21,414,100**		**21,397,300**	**21,397,300**	
Use of Continuing									
TOTAL BASE LEVEL	**21,515,500**	**21,515,500**		**21,414,100**	**21,414,100**		**21,397,300**	**21,397,300**	

VEHICLE ENFORCEMENT

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Vehicle Enforcement Officers' Training Incentive:** Included in the above Restricted Funds appropriation is sufficient funding to provide a $3,100 annual training incentive stipend for vehicle enforcement officers."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

I - Justice and Public Safety Cabinet — Operating Budget

Public Advocacy

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	34,166,200	34,166,200		32,940,100	31,140,100	(1,800,000)	36,878,400	35,078,400	(1,800,000)
Restricted Funds	4,491,000	4,491,000		4,301,900	4,301,900		4,300,000	4,300,000	
Federal Funds	1,713,100	1,713,100		1,783,300	1,783,300		1,661,100	1,661,100	
Regular Total Funds	**40,370,300**	**40,370,300**		**39,025,300**	**37,225,300**	**(1,800,000)**	**42,839,500**	**41,039,500**	**(1,800,000)**
Use of Continuing									
TOTAL FUNDS	**40,370,300**	**40,370,300**		**39,025,300**	**37,225,300**	**(1,800,000)**	**42,839,500**	**41,039,500**	**(1,800,000)**
II. EXPENDITURE CATEGORY									
Personnel Costs	29,908,600	29,908,600		28,015,700	26,503,700	(1,512,000)	31,297,900	29,785,900	(1,512,000)
Operating Expenses	4,393,000	4,393,000		4,513,600	4,225,600	(288,000)	5,045,600	4,757,600	(288,000)
Grants, Loans, Benefits	6,068,700	6,068,700		6,496,000	6,496,000		6,496,000	6,496,000	
TOTAL EXPENDITURES	**40,370,300**	**40,370,300**		**39,025,300**	**37,225,300**	**(1,800,000)**	**42,839,500**	**41,039,500**	**(1,800,000)**
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	32,166,200	32,166,200		31,140,100	31,140,100		32,578,400	32,578,400	
Restricted Funds	4,455,800	4,455,800		4,301,900	4,301,900		4,300,000	4,300,000	
Federal Funds	1,713,100	1,713,100		1,783,300	1,783,300		1,661,100	1,661,100	
Regular Total Funds	**38,335,100**	**38,335,100**		**37,225,300**	**37,225,300**		**38,539,500**	**38,539,500**	
Use of Continuing									
TOTAL BASE LEVEL	**38,335,100**	**38,335,100**		**37,225,300**	**37,225,300**		**38,539,500**	**38,539,500**	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund	2,000,000	2,000,000		1,800,000		(1,800,000)	4,300,000	2,500,000	(1,800,000)
Restricted Funds	35,200	35,200							
TOTAL ADDITIONAL	**2,035,200**	**2,035,200**		**1,800,000**		**(1,800,000)**	**4,300,000**	**2,500,000**	**(1,800,000)**
V. ADDITIONAL BUDGET ITEMS									
1 GB Lexington Public Defender Office									
ABR515B0014 Provides funding for fiscal years 2008, 2009, and 2010.									
General Fund	800,000	800,000		1,800,000		(1,800,000)	1,800,000		(1,800,000)
Project Total	**800,000**	**800,000**		**1,800,000**		**(1,800,000)**	**1,800,000**		**(1,800,000)**

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	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
2 GB Conflict Contract Rate Increase									
ABR515B0012 Provides funds to increase the amount paid to outside attorneys for handling cases when DPA attorneys are faced with a conflict of interest.									
General Fund	454,000	454,000							
Restricted Funds	35,200	35,200							
Project Total	**489,200**	**489,200**							
3 GB Fiscal Year 2006-2007 Costs									
ABR515B0019 Provides funds to cover costs incurred in FY 2007 and carried forward to FY 2008.									
General Fund	746,000	746,000							
Project Total	**746,000**	**746,000**							
4 EXPAN Defense Services for Indigents									
ABR515B0020 Provides funds for additional personnel to defend indigent clients.									
General Fund							2,500,000	2,500,000	
Project Total							**2,500,000**	**2,500,000**	
TOTAL ADDITIONAL	**2,035,200**	**2,035,200**		**1,800,000**		**(1,800,000)**	**4,300,000**	**2,500,000**	**(1,800,000)**

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BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by $65,262,416 and Restricted Funds appropriations by $8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of $42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of $174,143,584 in fiscal year 2007-2008, $2,500,000 in fiscal year 2008-2009, and $2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"**Compensatory Leave Conversion to Sick Leave:** If the Department of Public Advocacy determines that internal budgetary pressures warrant further austerity measures, the Public Advocate may institute a policy to suspend payment of 50 hour blocks of compensatory time for those attorneys who have accumulated 240 hours of compensatory time and instead convert those hours to sick leave."

HOUSE REPORT

The House concurs with the Branch with the following change:

The House increases General Fund support totaling $2,500,000 in fiscal year 2009-2010 for attorney positions, or expansion of the social worker program, or a combination of both at the Commissioner's discretion.

SENATE REPORT

The Senate concurs with the House with the following change:

The Senate adds a Part I, Operating Budget, language provision as follows:

"**Urban-County Office of Public Advocacy:** Notwithstanding KRS 31.050, 31.060, 31.065, and 31.211, urban-county governments

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shall establish and maintain an office of public advocacy."

Public Advocacy

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference	House Budget	Senate Budget	Difference
II. CAPITAL PROJECTS									
1 Franklin County - Lease									
PRJ515B5000									
General Fund									
Project Total									
TOTAL CAPITAL									