

H.951 – Fiscal Year 2027 Appropriations Act As Recommended by the Senate Committee on Appropriations

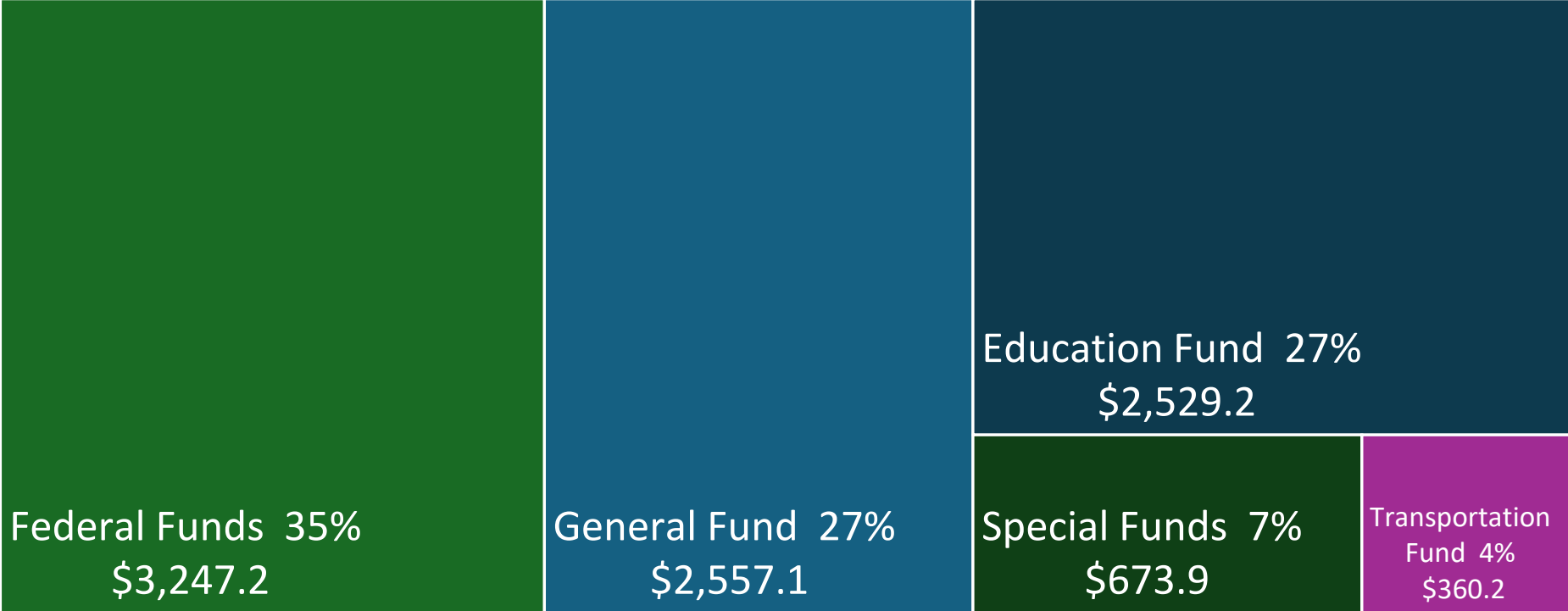
Senate Committee on Finance
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Fiscal Year 2027 Unduplicated Appropriations \$9.37 Billion



Note: special funds includes the Tobacco Fund, the State Health Care Resources Fund, and the Fish and Wildlife Fund



Fiscal Year 2027 General Fund Summary

Sources	Gov Rec	House Appropriations	Difference From Gov	Senate Appropriations	Difference From House
January 2026 Forecasted Revenue Net Changes in Misc. Tax Bill	2,536.6	2,539.8	3.2	2,540.3	0.5
Transfers to the GF	108.2	118.1	9.9	118.1	0.0
Reversions	9.5	10.8	1.3	9.9	-0.9
Prior Year Carryforward	74.9	71.0	-4.0	71.7	0.8
Total Sources	2,729.2	2,739.6	10.5	2,740.0	0.4

- Net impact of the changes in Income Taxes, Meals and Rooms allocation, and Tax Credits
- Transfer interest in the Technology Modernization Fund to the GF
- Updated based on Corporate Tax changes in fiscal year 2026

Uses					
Base Appropriations	2,473.8	2,481.1	7.3	2,480.5	-0.6
Pay Act	28.9	28.6	-0.3	28.6	0.0
One-time Appropriations	29.9	39.0	9.0	45.4	6.5
Other Bills	-	1.6	1.6	2.6	1.0
Total Uses	2,532.7	2,550.3	17.6	2,557.1	6.7

Transfers out	210.9	203.6	-7.3	197.2	-6.4
From Reserves	-14.4	-14.4	-	-14.4	0.0
Unallocated Surplus	0.0	0.1	0.1	0.1	0.0

- Transfer to Education Fund reduced based on Meals and Rooms tax allocation update

Note: numbers may not add due to rounding



Finance Highlights

- Sec. B.111 & Sec. E.111
 - Additional \$135,000 for a position at the Department of Taxes to assist with the implementation of changes to the homestead declaration if they are adopted
- Sec. D.101(a)(1)(d)
 - Transfers \$100.9 million to the Education Fund
- E.127.1
 - Requires JFO to review special funds and report back
- Sec. E.307 – E.307.7
 - Incorporates the transition of the school-based Medicaid services program
- Sec. E.923
 - Starting in fiscal year 2028 all interest earned by the nondedicated component of the Transportation Fund will remain in the Fund



Cannabis Excise Tax Allocation Changes

Secs. E.111.1 and E.111.2

- Current Law
 - 30% to the Substance Misuse Special Fund
 - 70% to the General Fund
- Proposed in H.951 (***effective fiscal year 2028***):
 - 30% to the Substance Misuse Special Fund
 - 50% to the General Fund
 - 20% to the Higher Education Endowment Trust Fund



Cannabis Excise Tax Allocation Changes

Secs. E.111.1 and E.111.2

Current Law			
Forecasted Cannabis Tax Revenue	<u>FY 2027</u>	<u>FY 2028</u>	<u>FY 2029</u>
70% to the General Fund	16.5	17.0	17.6
30% to the Substance Misuse Special Fund	7.1	7.3	7.5
Total	23.6	24.3	25.1

H.951 As recommended by Senate Appropriations			
Forecasted Cannabis Tax Revenue	<u>FY 2027</u>	<u>FY 2028</u>	<u>FY 2029</u>
50% to the General Fund	No change	12.2	12.6
20% to the Higher Education Endowment Trust Fund		4.9	5.0
30% to the Substance Misuse Special Fund		7.3	7.5
Total		24.3	25.1

General Fund Impact	-	(4.9)	(5.0)
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Note: fiscal year 2027 collections are prorated based on remittance timing

